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NO.

IN THE

Supreme Court Of The United States

OCTOBER TERM, 1982

SPRINGDALE SCHOOL DISTRICT NO. 50
OF WASHINGTON COUNTY ..... Petitioner

V.

SHERRY GRACE, A MINOR, AND ALBERT GRACE AND JOANN GRACE, INDIVIDUALLY AND AS PARENTS OF SHERRY GRACE

ARKANSAS STATE DEPARTMENT OF EDUCATION a/k/a DEPARTMENT OF EDUCATION; STATE BOARD OF EDUCATION; WAYNE HARTSFIELD AS CHAIRMAN OF THE STATE BOARD OF EDUCATION; MRS. JAMES W. CHESTNUTT, JIM DUPREE, T. C. COGBILL, JR., MRS. ALICE L. PRESTON, HARRY A. HAINES, DR. HARRY P. McDONALD, ROBERT L. NEWTON AND WALTER TURNBOW AS MEMBERS OF THE STATE BOARD OF EDUCATION; DON R. ROBERTS, DIRECTOR OF THE DEPARTMENT OF EDUCATION ..... Respondents

ON WRIT OF CERTIORARI TO
THE EIGHTH CIRCUIT COURT OF APPEALS

PETITION FOR WRIT OF CERTIORARI TO THE EIGHTH CIRCUIT COURT OF APPEALS

JAMES M. ROY, JR.
CYPERT & ROY
P.O. Box 1400
Springdale, Arkansas 72764
(501) 751-5222

Counsel for Petitioner

QUESTIONS PRESENTED FOR REVIEW

The principal questions presented for review are:

1. Since there was no allegation that any of the Act's procedures were violated in formulating the IEP, did the court of appeals err in upholding the hearing officers' and district court's substitution of their opinions for those of the experts who developed the IEP?

2. Did the court of appeals err in holding that to educate a child in a one-on-one educational environment satisfies the "mainstreaming" requirements of the Education for All Handicapped Children Act and is an appropriate placement?

3. Whether the court of appeals erred by not properly applying the decision of this Court in *Rowley* insofar as it mandates that a handicapped child reasonably benefit from the instruction and services provided.

PARTIES TO THE PROCEEDINGS

The caption contains the names of all parties to this proceeding before the court of appeals and the district court.

TABLE OF CONTENTS

Page

QUESTIONS PRESENTED i

PARTIES TO THE PROCEEDINGS i

TABLE OF AUTHORITIES iv

REFERENCE TO OFFICIAL AND UNOFFICIAL REPORTS OF OPINIONS BELOW 1

STATEMENT OF THE GROUNDS ON WHICH JURISDICTION IS INVOKED 2

APPLICABLE STATUTORY AND REGULATORY PROVISIONS 3

STATEMENT OF THE CASE 3

ARGUMENT IN SUPPORT FOR GRANTING OF THE WRIT 9

APPENDIX A: Opinion of the Eighth Circuit Court of Appeals of November 8, 1982 ..... A-1

APPENDIX B: Opinion of the Eighth Circuit Court of Appeals of August 7, 1981 ..... A-8

APPENDIX C: Opinion of the Federal District Court for the Western District of Arkansas, Fayetteville Division A-19

APPENDIX D: Opinion of State Appeals Officer ... A-41

APPENDIX E: Opinion of Due Process Hearing Officer A-48

APPENDIX F: Pertinent Federal Statutory Provisions A-64

APPENDIX G: Pertinent Federal Regulatory Provisions A-133

TABLE OF AUTHORITIES

CASES: Page

Age v. Bullitt County Public Schools, 3 E.H.L.R. 551:505 ..... 19, 20, 21

Board of Education of Hendrick Hudson Central School District v. Rowley, —— U.S. ——, 102 S.Ct. 3034, 73 L.Ed. 2d 690 (1982) 6, 7, 9, 10, 11, 12, 14, 22, 23, 26, 27, 28

DeWalt v. Burkholder, 3 E.H.L.R. 551:505 (March 13, 1980) 21

Epperson v. Arkansas, 393 U.S. 97, 104 S.Ct. 266, 270, 21 L.Ed. 2d 228 (1968) 28

STATUTES:

Education for All Handicapped Children Act of 1975, 20 U.S.C. 1401 et seq.

1401(18) 9

1412(5) 26

1413(a)(4) 26

1415(b)(2) 14

1415(c) 14

MISCELLANEOUS:

"Special Problems of the Deaf under the Education for All Handicapped Children Act of 1975", 58 Wash. U. L. Q. 213 (1980) 26

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OPINIONS BELOW

The opinion of the United States Eighth Circuit Court of Appeals is reproduced in its entirety in Appendix "A" and appears in the "Official Reporter" at ——— F.2d ——— (November 8, 1982).

Also, the first opinion of the Court of Appeals which was previously vacated by this court which was handed down on August 7, 1981 is included as Appendix "B", and appears in the Official Reporter" at 656 F.2d 300.

The opinion of Hon. Paul X. Williams, U. S. District Judge for the Western District of Arkansas, Fayetteville Division, is included as Appendix "C", and is included in the "Official Reporter" at 494 F. Supp. 266.

The decisions of the hearing officer at the due process hearing and the appeals officer on the administrative appeal are included as Appendices "D" and "E".

JURISDICTIONAL STATEMENT

The decision sought to be reviewed was entered by the United States Court of Appeals for the Eighth Circuit on November 8, 1982, and this petition for writ of certiorari is filed within ninety (90) days of that day. Jurisdiction is conferred on this Court pursuant to 28 U.S.C. 1254(1) and pursuant to Rule 17 of the Rules of the Supreme Court adopted April 14, 1980, effective June 30, 1980, with the revisions of November 21, 1980 under Subsection "C" which states:

> "When a state court or a federal court of appeals has decided an important question of federal law which has not been, but should be, settled by this Court . . ."

Jurisdiction was originally vested in the federal courts to hear the issues involved in this cause pursuant to 20 U.S.C. 1415(e)(2).

CONSTITUTIONAL, STATUTORY AND REGULATORY PROVISIONS INVOLVED

The issues involve the Education for All Handicapped Children Act which is codified at 20 U.S.C. 1401 through 1461, but the pertinent sections involved are 20 U.S.C. 1401 (16), (17), (18) and (19); 1412; 1413; 1415; 1418.

The regulations involved are found in 45 C.F.R., Part 121a. The applicable sections are: 121a.4; 121a.14(a)1; 121a.120-121a.; 122; 121a.132; 121a.227; 121a.301; 121a.302; 121a.341-349; 121a.360-121a.361; 121a.370-121a.372; 121a.500-121a.512; and 121a.551-121a.552.

Since the provisions involved are lengthy, their pertinent text is set forth in the Appendix in accordance with Rule 21.1(f).

STATEMENT OF THE CASE

Sherry Grace was born on January 19, 1970, to Albert and Joann Grace, and at the time of her birth, Sherry was profoundly (totally) deaf. This means she has never heard and will never be able to hear the spoken word. She cannot be helped by amplification or hearing aids.

Even though Sherry was born deaf, her parents took no courses in sign languages until the fall of 1979, and Sherry received no formal education until she was four years of age.

At that time she was placed in the Bates program located in Fayetteville, which is an oral program. An oral program is one which adheres to lip reading, speech and some auditory aids.

After two years at Bates, Sherry had made little, if any, academic progress, had poor socialization skills and the Bates people determined she should be referred to the Arkansas School for the Deaf where she would receive a total communications program. A total communications program is an approach of giving a child not only lip reading, which is furnished in an oral program, but also sign language, finger spelling and a very visual approach.

At the time Sherry left Bates to attend the Arkansas School for the Deaf, she was six years of age but was functioning as a child of two years and two months. She attended the Arkansas School for the Deaf in Little Rock for three years beginning at age six, and at the time she left, she was functioning on a grade level of 2.5 in reading and 2.6 in arithmetic, and she had developed socialization skills since she had other students with whom she could communicate.

At the end of three years, her parents decided that they did not like Little Rock and decided to return to Northwest Arkansas. Prior to leaving Little Rock, the parents were advised by the teachers and administrators that Sherry was doing well in the school, was making excellent progress, and if the parents were not happy with Little Rock, Sherry should be left as a residential or dormitory student. In spite of the fact that the Graces were happy with the progress Sherry had made at the Arkansas School for the Deaf and thought the School was wonderful and against the recommendation of the administrators and teachers and without any assurances of any other type of program being in existence in Northwest Arkansas or, for that matter, anywhere else in the state, the parents removed Sherry from the Arkansas School for the Deaf.

Sherry was placed in the regular classroom in the fourth grade in the Springdale school system and according to her teacher, who testified at the due process hearing, made very slow if any progress in reading and language. The teacher and her aide also testified that Sherry had very little, if any, interrelationship or any interaction with the other students since the other students could not sign and Sherry had hardly any oral communication skills.

In fact, at the time of the true process hearing, Mrs. Grace testified that the only words Sherry could say were "Mama", "Dada", "Bye-bye", "Nite-nite" and possibly a few others. The expert who was called by the Graces to testify at the due process hearing testified that Sherry had no oral skills, very little verbal skills and no residual hearing whatsoever and that she had regressed since being removed from the Arkansas School for the Deaf and that in his opinion as between a one-on-one situation or the Arkansas School for the Deaf the Arkansas School for the Deaf was the appropriate placement, and that a one-on-one placement was not only inappropriate but might be damaging to Sherry.

At the time of the trial in Federal District Court held on May 8 and 9, the judge noted that Sherry had great difficulty in attempting to testify, and that while attempting to testify most of her communications were by gestures rather than by signing.

All the experts on deaf education who testified at either the due process hearing or the hearing in the Federal District Court testified that the appropriate placement for Sherry was the Arkansas School for the Deaf in Little Rock and that *a one-on-one placement was not appropriate* since

it deprived a child of interaction not only with nonhandicapped students but with handicapped students.

The lower courts both found that what Sherry needs most is to be *immersed* into an environment that would help her develop her communication skills. Both courts agreed that this could only be accomplished at the Arkansas School for the Deaf but that Sherry could otherwise be educated in Springdale, and therefore Sherry should be placed in a one-on-one environment with a certified trained teacher for the deaf in a self-contained classroom. This decision was made in light of the fact that there was no evidence that Sherry has anyone with whom she can meaningfully communicate other than her mother and a certified trained teacher for the deaf, which she is now being furnished. The Court of Appeals noted in its first opinion that there was no definitive answer to the meaning of "free appropriate public education under the Act" (Op. 6), and therefore adopted the definition set down in the case of *Rowley v. Board of Education of Hendrick Hudson Central School District*, 483, F. Supp. 528 (So. D. N.Y. 1980) as affirmed by the Second Circuit at 632 F.2d 945 (2d Cir. 1980).

Following that decision of the Eighth Circuit of August 7, 1981, this Court handed down its decision in *Rowley* on June 28, 1982, —— U.S. ——, 102 S.Ct. 3034, 73 L.Ed. 2d 690 (1982), which rejected Judge Broderick's and the Second Circuit's definition of "free appropriate public education", set forth the standard for free appropriated public education when the child could be educated in the regular classroom, i.e., "mainstreaming", and further set forth the court's scope of review, i.e., that federal courts may not substitute their opinions for those of the experts who developed the

IEP except in cases where there was some violation of the due process procedures.

This Court then vacated the original decision of the Eighth Circuit and remanded the case for further consideration in light of the rejection by this Court of the Second Circuit's opinion in *Rowley* on which the Eighth Circuit had relied.

Upon reconsideration of this case, the Court of Appeals held in essence that neither the *Rowley* decision nor this Court's definition of "free appropriate education" nor the requirement for the federal judge to limit his review and to defer to the experts who developed the IEP program and placement for the child affected its original decision. The court went on to state that the one-on-one placement in the self-contained classroom was proper since it satisfied the mainstreaming requirement of the Act.

Since the experts who helped formulate the IEP and those who testified at either the due process hearing or the trial stated it was neither mainstreaming nor appropriate to educate a child such as Sherry alone in a one-on-one environment, it is therefore necessary for this Court to determine if a hearing officer, untrained in deaf education and having no expertise whatsoever in that area, may substitute his opinion for that of the experts who developed the plan and placement for the child when this Court has clearly held in *Rowley* that a federal judge who is at least trained in the law may not so substitute his opinion.

It is also necessary for this Court to determine if a one-on-one placement such as ordered here by the district court and affirmed by the Eighth Circuit is really "mainstreaming" within the letter and intent of the Act, and if it

is not mainstreaming, how far and how much must a local school district provide or go to educate a child in isolation.

There are hundreds of thousands of handicapped children whom this law affects, and there are thousands of school districts and school boards that need guidance and specificity on a nation-wide basis rather than a case-by-case basis or a geographical basis as to what the requirements are in deferring to the experts, i.e., who are the experts? and secondly as to what the requirements are for the local district in furnishing a one-on-one placement for each and every child who cannot be educated in the regular classroom, especially where as here a viable, excellent alternative exists, to-wit: the Arkansas School for the Deaf.

REASONS FOR GRANTING THE WRIT

1.

SINCE THERE WAS NO ALLEGATION THAT ANY OF THE ACT'S PROCEDURES WERE VIOLATED IN FORMULATING THE IEP, DID THE COURT OF APPEALS ERR IN UPHOLDING THE HEARING OFFICERS' AND DISTRICT COURT'S SUBSTITUTION OF THEIR OPINIONS FOR THOSE OF THE EXPERTS WHO DEVELOPED THE IEP?

The Education for All Handicapped Children Act, 20 U.S.C. 1401, et seq. (hereinafter the Act) targets the needs of an individual handicapped by the use of an "individualized education program" (IEP).[1] §1401(18). The IEP is the cornerstone of the congressional purpose that each child's needs are carefully evaluated and appropriately addressed. The IEP is formulated in conjunction with the parents and various experts, who do an educational evaluation of the child.

One principle which emerges from this Court's decision in *Board of Education of Hendrick Hudson Central School District v. Rowley*, —— U.S. ——, 102 S.Ct. 3034, 73 L.Ed. 2d 690 (1982) (hereinafter *Rowley*), is the deference which must be given to the *expertise* which exists on the state and local level. In the case at bar, the only stage where such

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[1]An IEP is a written statement which includes: (1) a statement of present levels of educational performance of the child; (2) a statement of the annual goals for the child, including short term instructional objectives; (3) statements of the specific educational services to be provided to the child and the extent to which the child will be able to participate in regular classroom programs; (4) the projected date for initiation of services and the anticipated duration of services; and (5) a statement of the appropriate objective criteria and evaluation procedures and schedules for determining at least on an annual basis whether instructional objectives are being achieved. See 20 U.S.C. §§1401(19), 1414(a) (1976).

expertise existed was at the IEP Conference committee. This committee of experts stated unequivocally that the appropriate placement for Sherry Grace was the Arkansas School for the Deaf. It is that placement which the school district maintains is appropriate and should be reinstated by the court, and that neither the federal district judge, the appeals court nor the state hearing officers should have substituted their opinions for the opinions of those experts.

The Court, in *Rowley*, made repeated references to the reliance which should be placed on the experts who developed the IEP program and placement based on the child's handicap and unique needs. This Court in *Rowley* expressly rejected the conclusion of the district court and the court of appeals that the Act does not define "appropriate education" and leaves "to the court and hearing officers" the responsibility of "giving content to the requirement of an appropriate education". 102 S.Ct. 3034, 3040.

This Court concluded that Congress did not intend courts to substitute their opinions and overrule the decision of the experts as to the educational method which is appropriate to the child's needs. *Rowley* teaches that the provision of the Act directing a reviewing court to base its "decision on the 'preponderance of the evidence' is by no means an invitation to the courts to substitute their own notions of sound educational policy for those of the school authorities which they review." *Id.* at 3051. (Emphasis added.) This Court found nothing in the Act to suggest that "reviewing courts" should have a free hand to impose substantive standards of review which cannot be derived from the Act itself.

In the instant case, the expertise lies in the formulation of the IEP for Sherry Grace. Neither the hearing officer nor

the appeals officer had any training or background in the education of deaf children. (T. 382 and T. 385-6)[2] LaDelle Olion was the hearing officer. He is not trained in the education of deaf children. He is not trained in the education of handicapped children generally, nor does he have any special training in the law. Larry Rogers was the appeals officer. He has no expertise in deaf education or deaf education administration. His B.A. degree was in history with a Master's in special education, and the only class he has ever taught was a history class in the public schools. The opinions handed down by the two hearing officers which appear in the Appendix reflect not only the inability of these men to formulate a plan of education for Sherry, but a lack of understanding of the educational needs of deaf children, and more importantly, a lack of understanding of their duties as due process review officers under the Act. Both thought, similar to Judge Broderick's original decision in *Rowley*, that they should and could substitute their opinions for those of the experts who had labored untold hours in developing the IEP.

The Court must decide who the Act intended should determine how our handicapped children will be educated. The choice is between: (1) those trained in the area of handicapped children generally and the specific handicap involved, or (2) federal courts who are untrained in handicapped education but who are trained in the law, or (3) hearing officers who are untrained in either handicapped education or the law. This Court has already ruled out Group No. 2 for the very sound reasons set forth in *Rowley*. For the benefit of all handicapped children, this Court must

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[2] "T." is the citation for the district court transcript, and "D." is the citation for the due process transcript.

now exclude Group 3 from making the final decision where there is no procedural irregularity in the formulation of the IEP, as is the case here.

This conclusion is inescapable when it is considered that neither LaDelle Olion nor Larry Rogers ever: (1) taught deaf children in a classroom setting or in any other setting, (2) administered a deaf education program, (3) developed a curriculum for deaf students, (4) recruited, interviewed or hired teachers for the deaf. Yet these two men substituted their opinions for those of the experts who developed the IEP. To make matters worse, the district court allowed these substituted opinions to stand, even in light of the fact that every expert who testified at the trial and the due process hearing stated that a one-on-one placement was not appropriate.[8]

Since *Rowley* tells us that federal judges trained in the law may not substitute their own opinions for those of the educational experts since courts lack the necessary educational expertise, it seems to logically follow that hearing officers or administrative appeals officers, who are not trained in educational placement for handicapped children nor in the law, should not be allowed to substitute their opinions. Therefore, the level of expertise which *Rowley* mandates should be followed existed only in the formulation of the IEP in the case at bar. The IEP was formulated only after Sherry was interviewed, tested and evaluated in accordance with the Act and the regulations and after consultation with her parents.

Since no allegation was made at any time that the procedures used in adopting the IEP were faulty, the IEP as

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[8]For further elaboration on the testimony of the experts, please see Point 2 of this brief.

originally formulated with the placement of Sherry Grace at the Arkansas School for the Deaf should be reinstated.

This Court stated the procedural limitation on the review to be made by federal judges and surely this same limitation applies to hearing officers who only hear a few hours of testimony and are reviewing numerous hours and testing procedures by experts. In *Rowley* the Court stated:

> "But although we find that this grant of authority is broader than claimed by petitioners, we think the fact that it is found in §1415 of the Act, which is entitled 'Procedural Safeguards', is not without significance. When the elaborate and highly specific procedural safeguards embodied in §1415 are contrasted with the general and somewhat imprecise substantive admonitions contained in the Act, we think that the importance Congress attached to these procedural safeguards cannot be gainsaid. It seems to us no exaggeration to say that Congress placed every bit as much emphasis upon compliance with procedures giving parents and guardians a large measure of participation at every stage of the administrative process, e.g. §1415(a)-(d), as it did upon the measurement of the resulting IEP against a substantive standard. We think that the Congressional emphasis upon full participation of concerned parties throughout the development of the IEP, as well as the requirements that state and local plans be submitted to the Commissioner for approval, demonstrate the legislative conviction that adequate compliance with the procedures prescribed would in most cases assure much if not all of what Congress wished in the way of substantive content in an IEP."

102 S.Ct. 3034, 3050.

While it is true that the parents objected to the placement at the Arkansas School for the Deaf, and while it is also true that *Rowley* emphasizes parental involvement in the formulation of the IEP, the fact remains that neither *Rowley* nor the Act nor regulations mandate that the desires of the parents be implemented. In *Rowley,* this Court characterized the testimony from Amy's parents as "expert evidence"; it should be noted that both of Amy's parents are deaf and are able to use sign language proficiently. In the instant case, neither of Sherry's parents are deaf and neither one signs proficiently and in fact Mr. Grace did not sign at all at the time of the trial even though his daughter was born deaf. This Court has recognized the necessary limitations on the impact of parental influence on the final decision, especially where as here it runs so contrary to the recommendations of the experts and prior experience.

Further support can be found in the language of the statute. Section 1415 of the Act is entitled "procedural safeguards." Subsection 1415(b)(2) provides for an "impartial due process hearing." This subsection allows the hearing officer to examine the procedures followed in creating the IEP. It does *not* authorize a hearing officer to insert his opinion as to the appropriate placement of the child.

Similarly, subsection 1415(c) allows for an "appeal to the State educational agency which shall conduct an impartial review of such hearing." It does not authorize the appeals officer to substitute his educational theory as to where the child should be placed.

The statutory provisions concerning the hearing and appeal regarding the IEP necessarily limit their scope to due process considerations. The statute does not invite nor

does it authorize a de novo ruling on the question of the child's placement.

The expertise in this case existed and was properly exercised at the IEP Committee conferences without any violation of the procedural steps required by either law or the regulations. Therefore, especially in light of all of the testimony in the trial in the district court which stated that a one-on-one placement was inappropriate, the appellant urges this Court to reinstate the original IEP as proposed and reject the modification made by the hearing officers and the district and appellate courts which substituted their opinions for those of the experts.

This action would insure that reasonableness is applied in the implementation of the Act; that Sherry Grace receives educational benefits as prescribed by the Act; and further and more importantly would insure that the expertise concerning not only the education of the deaf but involving all handicapped children is properly employed and utilized and not set aside by untrained individuals where there is no procedural error.

2.

DID THE COURT OF APPEALS ERR IN HOLDING THAT TO EDUCATE A CHILD IN A ONE-ON-ONE EDUCATIONAL ENVIRONMENT SATISFIES THE "MAINSTREAMING" REQUIREMENTS OF THE EDUCATION FOR ALL HANDICAPPED CHILDREN ACT AND IS AN APPROPRIATE PLACEMENT?

The decision made by the District Court and the Eighth Circuit holds that Sherry shall be educated by a certified trained teacher of the deaf in a resource room for the entire

day with the exception of lunch, recess and P.E. All of the other activities, including all academic activities, are to be conducted in the one-on-one environment.

Every expert who testified at either the due process hearing or the trial in the District Court stated that a one-on-one situation was inappropriate for Sherry. Gary Blake, a professor at the University of Arkansas with responsibilities in teacher training in the area of deafness, was called as an expert by the Graces. Dr. Blake testified that he participated in both the evaluation referral conferences and also the pre-hearing conferences with Sherry and her parents and that he felt as of the time of the due process hearing considering the existing facilities the most appropriate referral for Sherry was the Arkansas School for the Deaf and that he certainly concurred with the Springdale School System in that referral in consideration of existing facilities and programs. He went on to state:

> "I think in consideration of existing programs, yes, it would be least restrictive, I think in the setting she is in, uh, she is extremely restricted in ever acquiring linguistic skills. I don't think in the current setting she will develop academically at all and I don't think there is any hope for her developing linguistic skills we would want her to have in the current situation." (D. 201)

Dr. Blake further testified that even if the current setting were modified by including a certified trained teacher for the deaf it would be inappropriate to educate Sherry in the Springdale Schools since:

> "If she were to be served there (Springdale Schools), she needs a tutoring type of situation with a trained teacher of the deaf, because she needs to develop

speech, reading skills, develop her listening skills, develop language which would require some specialized techniques, and ideally some different communication modes that are used in the field of deafness. *I don't personally support that.*" (Emphasis added) (T. 329-330)

Dr. Blake stated that the reason that he would not support such an arrangement was (1) Sherry would be alone in a room with one person for the great majority of the day; (2) every parent who was ill-advised as to what was best for their child would want such a situation rather than to allow their child to go to residential school; (3) it would create an unfair and unrealistic burden on the school system and (4) "I'm *not so sure that* it wouldn't be detrimental to the child's best interests"; (5) he stated he would hate to see a situation "where every school district in Arkansas who has a deaf child is going to have to be required to hire a teacher for *that one child.*" (T. 331-332) Dr. Blake testified that a residential school has several advantages, to-wit, the comradery among the students, many teachers rather than one teacher year after year, the opportunity for social activities and interaction among similar handicapped students. (T. 319-320)

More importantly, Dr. Blake stated that Sherry needs a trained teacher of the deaf, a modified curriculum and different, to-wit, slower pacing. (D. 203) For the great majority of the day, Sherry would be alone in the resource room, not only would she not have the benefit of being with other deaf or hearing impaired students, she would not even be with hearing students. The one-on-one situation is certainly the worst of both worlds, and not only is it contrary to the act, but it is contrary to common sense.

A child needs meaningful interaction with others, not merely to have them in her presence.

Both the district court and the court of appeals relied heavily on the "mainstreaming" requirement of the Act. Sherry's one-on-one environment certainly is not "mainstreaming", since she is alone for the great majority of the day. *Proximity*, having a child in the same building, *does not equal integration*, a true intermingling of ideas and relationships. As was brought out in the legislative history of the 1975 House hearings:

> "Everybody is interested in something called 'mainstreaming' today, and a lot of the assumption is that we are going to take all of the handicapped children who are in handicap programs and we are going to *dump them* into the programs that did not work.
>
> This is not mainstreaming, and that is not appropriate education. *What is appropriate is dealing with children in the environments in which they need an education.*" (Emphasis added)

Tom Hicks, the Superintendent of the Arkansas School for the Deaf, testified that a one-on-one environment would simply not work and neither constituted mainstreaming nor the least restrictive environment. He stated:

> "I think to consider the term 'least restrictive environment' you have to consider *modifications or intrusions into the child's educational program.* Uh — and by this I mean, if a child were in our program this child *would not have one teacher all day long.* This child would have a homeroom teacher as such. But he also might have a second or third teacher in academic subjects. He would be exposed to a certified art teacher, certified

P.E. teacher and all of these other ones which certainly would give him a broader range of experiences, which would not be such a limited exposure to the educational process. When you start talking about one teacher/one child, that child is soon going to outgrow that teacher. *A teacher simply can't have that much to offer year after year, day after day,* and you are going to find that that in itself is going to be *limiting to the child,* and I think the broader the exposure you give a child the broader the environment is going to become (T. 104) . . . I can't see but what it would be restrictive in fact that his expressive and receptive language, they are both going to be restricted at that point. He's going to be restricted in what he can communicate and what he's going to receive." (T. 104) (Emphasis added)

Other courts have considered this question and have held that a one-on-one environment or at least a situation where the child *did not have interaction during academic activities was not an appropriate education.*

The Court, in *Age v. Bullitt,* 3 E.H.L.R. 551:505, recognized that the program proposed for Michael Age was inadequate because it denied him the interaction necessary for an appropriate education. The Court stated that it was not only necessary for a child to have peer group interaction during such times as lunch, library, P.E. and recess but that it is *critical* that a child have *meaningful* contacts during academic studies:

"While plaintiff would have some peer group exposure during certain times and classes, i.e., physical education or at a library period and lunch, the experts agree that it is critical that the plaintiff have peer group contact

during academic studies themselves." (3 E.H.L.R. 551:505 at 505-506)

This is exactly what the experts stated in regard to Sherry Grace.

In fact, how could Sherry be immersed in a communications program or a communications environment when she is to be educated alone? The answer is simple. She cannot. In fact, in *Age*, Michael was not to be educated alone but he was to be educated with two other children, both of whom were to be instructed by the total communications method. Only Michael was to receive oral training. The Court there held that since he would have no basis for communication with the children, to-wit, they were total communications, *i.e.*, signing, and Michael could not sign but only communicate orally he would be, in effect, isolated.

The same situation exists here, Sherry can only communicate by means of total communication, but she is to be placed on an occasional basis among children who can communicate orally and who cannot sign. The *Age* Court stated:

"The linchpin of this controversy is whether the Bullitt County plan is 'appropriate'."[4]

While an argument could have been made that the Bullitt plan was appropriate in that the so-called one-on-one relationship between the plaintiff and the teacher along with exposure to children in the same age group at certain periods of the day might be acceptable, the Court stated that the testimony of all the experts was persuasive of the proposition that this was not an effective method for educating children.

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[4] 3 E.H.L.R. 551: at 506.

Another decision consistent with *Age* and inconsistent with *Grace* is *DeWalt v. Burkholder*, 3 E.H.L.R. 551:550 (March 13, 1980). In *DeWalt* a profoundly deaf child's primary problem was delayed language development, and the Court found that the quicker her language and communication skills could be developed the faster her academic progress and educational goals could be achieved. The *DeWalt* Court recognized that the "opportunity for a child to interact in the community with her peers . . . is crucial as a stimulus to learning." The Court also recognized that the DeWalt's child's language deficiencies would not be resolved in a dayschool setting, even with the support of her family and various community services, such as sign language courses for her parents, and the Court further found that Christine's severe language problems could be appropriately provided for only by the 24-hour "total immersing" environment that the School for the Deaf could furnish.

The trial court recognized Sherry's severe language limitation and recognized the fact that the only words that Sherry could say at the time of the due process hearing were "Mama", "Dada", "Bye-bye" and "Night-night", and further recognized that what Sherry needed was immersion in a total communications program. (D.C. 9-10, Op. 6)[5] Unfortunately, the lower courts and the hearing officers, by their rulings, deprived Sherry of anyone with whom she can consistently and continually communicate to im-

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[5] Since both opinions of the court of appeals and the district court are included in the Appendix, citations are given to the slip opinions as they there appear for the convenience of the Court. "D.C." is a reference to the district court opinion; "Op." is a reference to the circuit court of appeals opinion of August 7, 1981; and "Op. 2" is a reference to the court of appeals' second opinion of November 8, 1982.

prove her signing skills and art of communication save for one teacher.

The court of appeals justified the decisions of the hearing officers by stating that Sherry's placement complies with the "mainstreaming" provisions of the Act and the regulations. In truth, Sherry's one-on-one isolation reflects neither the letter nor the spirit of the Act, and is certainly not "mainstreaming".

The court of appeals' failure to clearly address the feasibility of "mainstreaming" Sherry, and the fact that she is not being "mainstreamed" but is being educated in a self-contained classroom, is a major defect in the opinion, not only as it relates to Sherry but as it relates to handicapped children in general who cannot be educated in a regular classroom.

3.

WHETHER THE COURT OF APPEALS ERRED BY NOT PROPERLY APPLYING THE DECISION OF THIS COURT IN *ROWLEY* INSOFAR AS IT MANDATES THAT A HANDICAPPED CHILD REASONABLY BENEFIT FROM THE INSTRUCTION AND SERVICES PROVIDED.

This Court in *Rowley* closely examined the content of the phrase "free appropriate public education." From the definitions contained in the Act, a handicapped child is receiving a free appropriate public education "if personalized instruction is being provided with sufficient supportive services to permit the child *to benefit from the instruction*,"

102 S.Ct. 3034, 3041 (Emphasis supplied). This point was specifically made part of the Court's holding in *Rowley*. *Id.* at 3049. The congressional purpose was not to spend millions of dollars providing access only to have the handicapped child fail to receive reasonable benefit from that education. This Court expressly rejected the notion that the goal of self-sufficiency was intended by Congress to be the substantive standard. The references to self-sufficiency in the legislative history are "evidence of Congress' intention that the services provided handicapped children be educationally beneficial, whatever the nature or severity of their handicap." *Id.* at 23. Rather than throwing money at the problem as is sometimes Congress' wont to do, this Court expressed the belief that Congress intended that the individual child derive benefit from the implementation of the provisions of the Act.

This Court acknowledged the difficulty in determining when handicapped children are receiving sufficient educational benefits to satisfy the requirements of the Act. *Id.* at 3048. Because the *Rowley* case did not establish any one test for determining the adequacy of the benefits conferred upon all children covered by the Act, each case is to be decided on an individual basis. The testimony in this case overwhelmingly reflects that the educational plan and placement created by the hearing officers and the district court is *inadequate and inordinately expensive* when compared to the residential program offered at the Arkansas School for the Deaf. This testimony was ignored by the hearing officers, the district court and court of appeals both initially and in its reconsideration of the matter.

The following chart graphically demonstrates the disparity between the two programs:

ARKANSAS SCHOOL FOR THE DEAF AT LITTLE ROCK	AT SPRINGDALE SCHOOL
I. In the Area of Academics:	
(a) Many trained teachers	(a) 1 trained teacher year after year
(b) Courses in art, P.E., science, social sciences, health with different teachers	(b) Art, P.E., social sciences, health (no science and all classes taught by one teacher)
(c) Discipline by each teacher, principal, supervisors, counselors and dorm parents	(c) Discipline only by teacher or interpreter (regular classroom teacher, principal and counselor cannot sign and would have to discipline through an interpreter)
(d) Fellow students who can sign	(d) No students who can sign
(e) 5 to 8 in a class	(e) 20 or more
(f) Class arranged to meet needs of deaf children and semi-circle seating	(f) "Normal" class arrangement
(g) All types of equipment	(g) Limited equipment

(h) Accredited by North Central Association and by Deaf Certification agency	(h) Accredited by North Central
ARKANSAS SCHOOL FOR THE DEAF AT LITTLE ROCK	AT SPRINGDALE SCHOOL
II. Activities After Class:	
(a) 115-120 students who can sign	(a) 0 students who can sign
(b) Deaf adults as role models	(b) No deaf adults
(c) (1) Brownies (2) Parties (3) Games (4) Student (dorm) government	(c) ?
(d) Captioned movies	(d) ?
(e) TV de-coders and interpreters for TV in dorms	(e) ?
(f) Full time learning	(f) Day ends at 3:00

Despite the tremendous disparity in the services and the benefit derived therefrom as well as the cost efficiency between the two programs and the recommendation by all the experts that Sherry be placed at the Arkansas School for the Deaf, the hearing officers and the district court substituted their opinion and the district court created a

one-on-one placement which both it and the court of appeals termed "mainstreaming", and stated that such placement was required by the "mainstreaming" provisions of the Act.

This Court recognized, as did Congress in drafting the Act, that "mainstreaming" was not an absolute and that the nature or severity of a handicap may result in a determination that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily. 20 U.S.C. 1412(5), 1413(a)4, *Rowley* at NN. 4 and 21. This is especially true with regard to Sherry Grace's situation.

The appellees, district court and the court of appeals place heavy reliance upon the "mainstreaming" requirement in urging Sherry's placement in Springdale. This ignores the brutal fact of the situation that, while in Springdale Schools, she is removed from the "regular educational environment" by placing her in a self-contained classroom with one teacher and no other students for the entire day with the exception of lunch, physical education and recess. This is not "mainstreaming" but isolation.

Other lower courts have recognized and interpreted the Act to require a certain quantity of contact by the profoundly deaf child with non-handicapped children, without regard to the quality of those contacts. Deafness as profound as Sherry's, unlike other handicaps, does not lend itself to integration in regular classrooms. See Large, "Special Problems of the Deaf under the Education for All Handicapped Children Act of 1975", 58 Wash. U. L. Q. 213 (1980).

This Court closely examined the use by Congress of the word "appropriate" in the definition of "free appropri-

ate public education" and decided that "Congress used the word as much to describe the settings in which handicapped children should be educated as to prescribe the substantive content or supportive services of their education." (*Rowley* at N. 21). The use of the word "appropriate" reflects "Congress' recognition that *some* settings simply are not suitable environments for the participation of *some* handicapped children." *Id.* (Emphasis added) The nature of the handicap of deafness mandates that the deaf child be placed in a total communication setting wherein she can interact with other children and adults who practice those skills on a regular basis. For Sherry Grace, this is only available at the Arkansas School for the Deaf.

The Act requires that when removal from regular classrooms is necessitated by the severity of the handicap, the State has established and followed certain procedures in reaching that conclusion. This Court in *Rowley* said:

> "We think that the Congressional emphasis upon full participation of concerned parties throughout the development of the IEP . . . demonstrates the legislative conviction that adequate compliance with the procedures prescribed would in most cases assure much if not all of what Congress wished in the way of substantive content in a IEP." (P. 29)

In this particular case, no argument has been made that the procedures followed violated the Act. The purpose of the procedures is to insure that "benefit" be derived from the implementation of the provisions of the Act. The procedures in this case established an IEP which placed Sherry Grace in the Arkansas School for the Deaf, but the courts have ignored the findings of the IEP and ordered her

placement in Springdale. This is contrary to the Act and holding of *Rowley*.

Pursuant to this Court's ruling in *Rowley*, a State satisfies the requirement of the Act to provide a child with a free appropriate public education "by providing personalized instruction with sufficient support services to permit the child *to benefit* educationally from that instruction." *Id.* at 3048. (Emphasis added) In addition to requiring that the instruction and services (1) be provided at public expense, (2) meet the State's educational standards, and (3) approximate the grade levels used in the State's regular education, this Court held that they must comport with the child's IEP. *Id.*

The IEP serves as the benchmark of the child's progress. It is designed to insure that each child is placed in a program which will provide her benefit. This standard of "benefit" is for the protection of both the child and the local school district; the child is protected because the procedures insure that some progress will be made in his or her education; and the State, including local and federal agencies, is protected because the procedures are intended to insure that the resources applied to the problem are put to the most effective use.

This Court has recognized that public education has traditionally been committed to the control of local authorities. See *Epperson v. Arkansas*, 393 U.S. 97, 104 S.Ct. 266, 270, 21 L.Ed. 2d 228 (1968). While the Act intrudes somewhat into the local schools' traditional decision-making role in the education of handicapped children, it was not intended to supplant totally its prerogative in allocating its financial resources. It cannot be disputed that educational funding is limited. Accordingly, it necessarily follows that

competing interests must be balanced to reach a reasonable and fair accommodation. On the one hand are the personal and unique needs of the individual and handicapped child; on the other hand are the realities of limited funding and the necessity of assisting in the education of all handicapped children.

These competing interests must be considered by the Court in its analysis of what is a "free appropriate public education". Indeed, failure to consider these sometime conflicting interests would ultimately work to circumvent Congress' intent to educate all handicapped children to an appropriate degree. Excessive expenditures made to meet the needs of one handicapped child may reduce the resources that can be spent to meet the needs of the other handicapped children.

This School District maintains it should not be required to go to the tremendous expense of establishing a program, albeit an ineffective one, for one child when there already exists an excellent facility at the Arkansas School for the Deaf.

It is duplicative and wasteful to place Sherry Grace in isolation in Springdale when there exists a more thorough and cost effective program already in place. Moreover, the benefit she derives is not what was envisioned by her IEP. More fundamentally, it is contrary to the Congressional intent that all handicapped children be educated.

The ruling of the court of appeals mandates in effect that every local school board establish a separate program for each handicapped child under the rationale that this is "mainstreaming" despite the fact that the child cannot be educated in a regular classroom and that there are other

viable programs which are created in a central school or perhaps even in neighboring school districts. Since each handicap creates the need for different instruction and services, it would be difficult to imagine a handicap that under the lower court's rationale cannot be dealt with in the local district by hiring a special teacher and creating a self-contained school for each child. This is neither in the interest of the child nor handicapped education, nor is it a reasonable use of our limited resources.

CONCLUSION

Since the court of appeals, upon reconsideration of this matter, after this Court vacated that court's initial decision herein, failed not only to give deference to the IEP developed by the experts who spent untold hours in developing that plan and placement, but also allowed the hearing officers and district court to substitute their opinions for those of those experts based on the rationale that the one-on-one placement created by the district court constituted "mainstreaming" and was reasonable under the Act, this Court should grant the writ requested.

Respectfully submitted,

JAMES M. ROY, JR.
CYPERT & ROY
P.O. Box 1400
Springdale, Arkansas 72764
(501) 751-5222

Counsel for Petitioner

APPENDIX "A"

UNITED STATES COURT OF APPEALS
FOR THE EIGHTH CIRCUIT

FILED: NOVEMBER 8, 1982

No. 80-1777

Springdale School District No. 50 of Washington County, Appellant,

v.

Sherry Grace, a Minor, and Albert and JoAnn Grace, Individually and as Parents of Sherry Grace

Arkansas State Department of Education; State Board of Education; Wayne Hartsfield as Chairman of the State Board of Education; Mrs. James W. Chestnutt, Jim Dupree, T. C. Cogbill, Jr., Mrs. Alice L. Preston, Harry A. Haines, Dr. Harry P. McDonald, Robert L. Newton and Walter Turnbow as Members of the State Board of Education; Don R. Roberts, Director of the Department of Education, Appellees.

Appeal from the United States District Court for the Western District of Arkansas.

Submitted: November 2, 1982

Before HEANEY, Circuit Judge, HENLEY, Senior Circuit Judge, and NICHOL,* Senior District Judge.

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*The Honorable Fred J. Nichol, Senior District Judge, District of South Dakota, sitting by designation.

ORDER

This case originally came before us on an appeal by Springdale School District No. 50 of Washington County (Springdale School), challenging the judgment of the district court[1] in favor of Sherry Grace and her parents, the Arkansas State Department of Education and its director, and the State Board of Education and its members. The district court held that the Springdale School could provide Sherry Grace, a profoundly and prelingually deaf child, with a free and appropriate education pursuant to the mandate of the Education for All Handicapped Children Act of 1975, 20 U.S.C. §§1401 *et seq.* (the Act), and ordered the school to furnish Sherry with a certified teacher of the deaf. In concluding that this relief satisfied the requirements of the Act, the district court specifically adopted the standard for an "appropriate education" set forth in *Rowley v. Board of Education of the Hendrick Hudson Central School District,* 483 F. Supp. 528, 534 (S.D. N.Y.), *aff'd,* 632 F.2d 945 (2d Cir. 1980), *rev'd,* —— U.S. ——, 102 S.Ct. 3034, 73 L.Ed. 2d 690 (1982). The court rejected the school's argument that the Act required that Sherry be sent to the Arkansas School for the Deaf.

We affirmed on the basis of the *Rowley* standard, 656 F.2d 300, 304-305 (8th Cir. 1981), and agreed with the district court that although Sherry might learn more quickly at the School for the Deaf, the Act did not require the state to provide her with the *best* possible education. *Id.* at 304. Moreover, we noted that Sherry's attendance at the Springdale School would be consistent with the Act's mainstreaming goals. *Id.* at 305-306.

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[1]The district court's opinion is reported at 494 F. Supp. 266 (W.D. Ark. 1980).

The case is before us for a second time upon the order of the United States Supreme Court vacating our previous opinion and remanding for further consideration in light of that Court's interpretation of a "free appropriate education" in *Board of Education of the Hendrick Hudson Central School District v. Rowley*, —— U.S. ——, 102 S.Ct. 3034, 73 L.Ed. 2d 690 (1982). Upon a careful review of the Supreme Court's *Rowley* opinion, we find no reason to change the result reached in our original decision.

Section 1412(1) of the Education for All Handicapped Children Act provides federal funds to any state that can demonstrate that it "has in effect a policy that assures all handicapped children the right to a free appropriate public education." 20 U.S.C. §1412(1). The state must effectuate this policy through a comprehensive state plan and an individualized educational program (IEP) for each handicapped child. *Id.* at §§1412, 1413. Both *Rowley* and the present case involve challenges to the plans developed for individual handicapped children pursuant to the procedures set forth in the Act.

Rowley arose in connection with the education of Amy Rowley, a deaf student attending a public school in Peekskill, New York. An IEP was developed for Amy that did not include a sign language interpreter. When Amy's parents challenged this determination administratively, the hearing officer and state educational agency ruled that the IEP as originally developed satisfied the provisions of the Act. The Rowleys then brought suit in district court, claiming that the lack of a sign language interpreter denied Amy the "free appropriate public education" guaranteed by the Act. The district court agreed, finding that an "appropriate" education meant that each handicapped child must be given

an opportunity to achieve his or her full potential commensurate with the opportunity provided to other children. 483 F. Supp. at 534.

The Supreme Court reversed, holding that a state satisfies the requirement of a " 'free appropriate public education' * * * by providing personalized instruction with sufficient support services to permit the child to benefit educationally from that instruction." 73 L.Ed. 2d at 710. Because Amy was receiving an adequate education and was performing better than the average child in her class, the Court found that her educational needs did not require the provision of a sign-language interpreter, even though she could only comprehend part of what was said in her classroom without the interpreter.

Although the Court declined "to establish any one test for determining the adequacy of educational benefits conferred upon all children covered by the Act," *id.* at 709, it did suggest that our inquiry in suits brought under the Act was twofold. "First, has the State complied with the procedures set forth in the Act? And second, is the individualized educational program developed through the Act's procedures reasonably calculated to enable the child to receive educational benefits?" *Id.* at 712 (footnotes omitted).

In the present case, it is clear that the state has complied with the procedures set forth in the Act. An IEP was prepared for Sherry Grace by the Springdale School which noted that Sherry should be taught by a certified teacher of the deaf and which stated that the School for the Deaf was the proper school to meet Sherry's needs. As the Act allows, Sherry's parents challenged that portion of the IEP that recommended placement in the School for the Deaf.

Section 1415 of the Act provides that complaints by parents must be resolved at "an impartial due process hearing" with a right to appeal the hearing officer's decision to the state educational agency. *See* 20 U.S.C. §§ 1415(b)(2) and (c). In Sherry's case, the hearing officer reversed the Springdale School's determination, and on appeal by the school, the Coordinator of the Department of Education, Special Education Section, affirmed the hearing officer's decision that Springdale School could offer Sherry an appropriate education by providing her with a certified teacher of the deaf. The Springdale School then initiated this action in district court, challenging the amendment to the IEP that was made through the state administrative process.

Thus, the major issue presented on appeal to this Court is whether the IEP developed through the above proceedings is reasonably calculated to enable Sherry to receive educational benefits. Springdale School has argued that the IEP originally prepared for Sherry should be reinstated because it is unreasonable for the school district to bear the cost of establishing a program for Sherry when the School for the Deaf already has one. Springdale also asserts that its officials have the most expertise regarding the needs of handicapped children, and these officials have decided that the School for the Deaf is the proper placement for Sherry.

Springdale's arguments ignore the primary directives of the Supreme Court in the *Rowley* case. The Court in *Rowley* emphasized that states " 'to the maximum extent appropriate' must educate handicapped children 'with children who are not handicapped.' " 73 L.Ed. 2d at 696 (citing 20 U.S.C. §1412(5)). This goal of mainstreaming is served by Sherry's education at the Springdale School

rather than at the School of the Deaf. At Springdale, Sherry will be with nonhandicapped children for some of her classes, while at the School for the Deaf she would have no contact with such children.

Moreover, the *Rowley* Court stated that "questions of methodology are for resolution by the States." *Id.* at 713. In this case, despite the judgment of Springdale officials that Sherry's educational needs would best be served by her placement in the School for the Deaf, the state educational agency has determined that she should be placed in the Springdale School. The IEP approved by the Coordinator of the Department of Education, Special Education Section, provides that she receive personalized instruction through a certified teacher of the deaf and through other support services; this instruction will permit her to benefit from the educational opportunity provided at Springdale. Although the School for the Deaf may offer the best educational opportunities for Sherry, the Supreme Court has made it clear that the Act does not require states to make available the *best* possible option. Sherry will receive instruction at Springdale from a certified teacher of the deaf in reading, arithmetic, spelling, telling of time, health, social services, and art along with manual communication, lip reading, writing, and speaking. The cost to the school or the judgment of local authorities do not justify the intervention of this Court to place Sherry elsewhere when the mainstreaming provisions of the Act and the judgment of the state's administrative decision-makers support a finding that the Springdale School can provide a "free appropriate public education" consistent with the Act.

In conclusion, we believe our original decision affirming the district court is fully consistent with the Supreme

Court's mandate in *Rowley*. The district court found that Sherry can receive an appropriate education at Springdale School, and we find no error in that determination under the test enunciated by the *Rowley* Court.

Affirmed.

A true copy.

Attest:

CLERK, U. S. COURT OF APPEALS,
EIGHTH CIRCUIT.

APPENDIX "B"

UNITED STATES COURT OF APPEALS
FOR THE EIGHTH CIRCUIT

FILED: AUGUST 7, 1981

No. 80-1777

Springdale School District No. 50 of Washington County, Appellant,

v.

Sherry Grace, a Minor, and Albert and JoAnn Grace, Individually and as Parents of Sherry Grace

Arkansas State Department of Education; State Board of Education; Wayne Hartsfield as Chairman of the State Board of Education; Mrs. James W. Chestnutt, Jim Dupree, T. C. Cogbill, Jr., Mrs. Alice L. Preston, Harry A. Haines, Dr. Harry P. McDonald, Robert L. Newton and Walter Turnbow as Members of the State Board of Education; Don R. Roberts, Director of the Department of Education, Appellees.

Appeal from the United States District Court for the Western District of Arkansas.

Submitted: June 17, 1981

Before HEANEY and HENLEY, Circuit Judges, and NICHOL,* Senior District Judge.

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*Fred J. Nichol, Senior District Judge, District of South Dakota, sitting by designation.

NICHOL, Senior District Judge.

This is an appeal by the plaintiff-appellant, Springdale School District No. 50 of Washington County (Springdale School), from the judgment of the district court[1] in favor of the defendant-appellees, Sherry Grace and her parents, the Arkansas State Department of Education and its director, and the State Board of Education and its members. The district court found that under the provisions of the Education for All Handicapped Children Act, 20 U.S.C. Sections 1401-1461 (1970) (Act), the Springdale School could provide Sherry Grace with a free appropriate education. Based upon this finding the district court affirmed the decision of the Arkansas Department of Education with respect to the Individualized Education Program (IEP) developed for the 1979-80 school year for Sherry Grace. We affirm.

The facts giving rise to the present controversy are well set out by the district court opinion. *Springdale School Dist. v. Grace*, 494 F. Supp. 266 (W.D. Ark. 1980). Sherry Grace is an eleven year old girl who is profoundly and prelingually deaf, having either been born deaf or lost her hearing before she developed speech. She has a 95% loss of hearing which renders her completely deaf for all purposes.

Sherry received no formal education or training in communication until, at the age of four, she was enrolled in a special program for children with hearing impairments at Bates Elementary School in Fayetteville, Arkansas. Since the children in this program retain some hearing they are orally instructed. A person like Sherry who is profoundly deaf can only visually receive instructions. As the district court found, "(I)f one is profoundly and pre-

[1]The Honorable Paul X. Williams, District Judge for the Western District of Arkansas.

lingually deaf, he lacks the concept of language and must not only receive visual instruction, but also must be taught the most rudimentary matters concerning language." *Springdale School Dist. v. Grace, supra* at 267. The Bates program for hearing impaired children proved inadequate to meet Sherry's needs, and although in the program for two years Sherry made little or no progress. When she left the Bates program Sherry's language level was that of a child of two years and two months.

When Sherry was six years old her parents moved to Little Rock, Arkansas, and there enrolled Sherry in the Arkansas School for the Deaf as a day student. Sherry attended the School for the Deaf for three years. The school employs the total communication system.[2] While there she progressed from having a language level of a two year old to being able to read at the second grade level. Since she was able to communicate with others and participate in the life of the school, her confidence and social ability also developed.

After three years in Little Rock, Sherry's parents, over the protests of Sherry's teacher, took Sherry out of the School for the Deaf and moved back to Springdale, Arkansas. There they enrolled Sherry in the fourth grade at the Springdale School.

After testing Sherry and consulting with her parents the Springdale School formulated an IEP for Sherry. The IEP noted that Sherry should be taught by a certified teacher of the deaf who employs total communication. Sherry's lack of the skills of the average fourth grader in

[2]The total communication system is a method of visual communication encompassing signing, fingerspelling, visual cues, touching and mouthing.

reading, spelling and arithmetic, and her below level general knowledge prompted the Springdale School in the IEP to state that the Arkansas School for the Deaf was the proper school to meet Sherry's unique needs.

Although the Graces otherwise agreed with the Springdale School's assessment of Sherry's needs, they disagreed with that portion of the IEP which stated that the School for the Deaf was the proper school for Sherry. Under the provisions of the Act a temporary IEP was formulated allowing for Sherry to remain at the Springdale School while her parents sought review of the disputed portion of the IEP. *See* 20 U.S.C. Section 1415 for procedural safeguards. After proper notice and pre-hearing conferences a due process hearing was held on November 7, 1979. The hearing officer reversed the disputed portion of the IEP holding that the Springdale School was wrong and that Sherry could receive an appropriate education at the Springdale School. The Springdale School appealed to the Coordinator, Department of Education Special Education Section, who affirmed the decision of the hearing officer. Upon affirmance, in January, 1980, a full-time certified teacher of the deaf was provided for Sherry.

In February, 1980, the Springdale School initiated this action in district court pursuant to Section 1415(e)(2) of the Act seeking review of the appeals officer's decision that Sherry be educated at the Springdale School and not sent to the School for the Deaf. The district court initially found that the Arkansas School for the Deaf could provide Sherry with the *best free education. Springdale School Dist. v. Grace, supra* at 271. The court, however, went on to hold that the Act requires simply that the State, through its local educational district, provide each handicapped child

with a *free, appropriate education. Id.* at 272. The court then held that, under the standard set forth in the Act, a preponderance of the evidence proved that the Springdale School could provide Sherry with an appropriate education. The court also found that the Springdale School satisfies the requirements of mainstreaming found in the Act. 20 U.S.C. Sections 1412(5)(B) and 1414(a)(1)(C)(iv). *Id.* at 273. Finally, the district court granted the Grace's motion for an injunction forcing the Springdale School to provide Sherry with a certified teacher of the deaf for the 1980-81 term only. The court denied the Grace's request for attorney fees.

The Springdale School filed this timely appeal. Three issues are raised for consideration by the Court:

1. Whether the district court's ruling that Sherry could be appropriately educated at the Springdale School as opposed to the School for the Deaf is an erroneous interpretation of the law and contrary to the Act and/or Arkansas law?
2. Whether the district court's finding that the Springdale School could provide Sherry an appropriate education is clearly erroneous?
3. Whether the district court erred in holding that it had no jurisdiction to consider the Arkansas law?

The Act requires that Sherry be provided with a free appropriate education. 20 U.S.C. Section 1412.[3] In order to

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[3]Section 1412 of the Act provides that "(I)n order to qualify for assistance under this subchapter in any fiscal year, a State shall demonstrate to the Commissioner that the following conditions are met:

(1) The State has in effect a policy that assures all handicapped children the right to a free appropriate public education. . . ."

determine what is appropriate to meet the handicapped child's needs the Act requires that an IEP be developed at least annually for the child. 20 U.S.C. Section 1414(a)(5).[4] It is the 1979-80 IEP that is at issue here.

It is evident from the well reasoned opinion of the district court that the question of what educational facility is appropriate for Sherry was carefully considered and analyzed. The district court found that the School for the Deaf would provide Sherry with the *best* education. In reaching this conclusion the court noted that the most important thing for Sherry at this stage of life was to learn language skills and that the School for the Deaf is the best place for that purpose. The School for the Deaf would also provide Sherry with proper role models since many of the people employed there are themselves profoundly deaf. Further, Sherry would be able to practice total communication in school as well as in many extra-curricular activities such as Girl Scouts.

The district court, although convinced that the best place for Sherry is the School for the Deaf, correctly followed the Act's requirements when it determined that it was not the State's duty to provide the *best* education, but instead states are required to provide an *appropriate* education.

A definitive answer to what constitutes an appropriate education is lacking in the Act and the regulations promul-

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[4]Section 1414(a)(5) provides that local educational units make application to the State educational agency. "Such application shall—

> (5) provide assurances that the local educational agency . . . will establish, or revise, whichever is appropriate, an individualized education program for each handicapped child at the beginning of each school year and will then review and, if appropriate revise, its provisions periodically, but not less than annually. . . ."

gated thereunder.[5] Therefore, the courts, in reviewing claims brought under the Act have attempted to establish standards for determining what is an appropriate education. The results are far short of uniform. They run a broad spectrum. *Kruelle v. Biggs*, 489 F. Supp. 169 (D. Del. 1980) (maximization of learning potential); *Rowley v. Bd. of Ed. of Hendrick Hudson Cent. S. D.*, 483 F. Supp. 528 (S.D. N.Y. 1980) (full potential commensurate with opportunity provided to nonhandicapped children)[6]; *DeWalt v. Burkholder*, 3 E.H.L.R. 551:550 (E.D. Va. 1980) (most appropriate); *Armstrong v. Kline*, 476 F. Supp. 583 (E.D. Penn. 1979) (sufficient to make handicapped person independent and self-sufficient).

The district court adopted, and we affirm the standard set forth in *Rowley v. Bd. of Ed. of Hendrick Hudson Cent. S. D., supra* at 534:

> An 'appropriate education' could mean an 'adequate' education — that is, an education substantial enough to facilitate a child's progress from one grade to another and to enable him or her to earn a high school diploma. An 'appropriate education' could also mean one which enables the handicapped child to achieve his or her full potential. Between those two extremes, however, is a standard which I conclude is more in keeping

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[5]See 45 C.F.R. Sections 121a.340-49, 121a.4, 121a.5, 121a.513, 121a.550-551 (1979) for the regulations promulgated under the Act. The regulations relevant to this case are cited in full in the district court's opinion **Springdale School Dist. v. Grace**, 494 F. Supp. 266 (1980).

[6]Affirmed by the Second Circuit in an unpublished opinion filed July 17, 1980. In its opinion the Court of Appeals holds that the district court's opinion was clearly supported by a preponderance of the evidence. Further, the court notes that since the case was not a class action its holding is limited to the facts of the case.

> with the regulations, with the Equal Protection decisions which motivated the passage of the Act, and with common sense. This standard would require that each handicapped child be given the opportunity to achieve his full potential commensurate with the opportunity provided to other children.

The *Rowley* standard provides the handicapped child with the opportunity to achieve her full potential but takes into account that such a task is equally fair and feasible only to the extent that such opportunity must be commensurate with the opportunity granted to nonhandicapped in the same system. The district court noted, as did the court in *Rowley, supra* at 534, and we are greatly swayed by it, that:

> The school provides the nonhandicapped child an opportunity to learn the basics and to learn them well enough so that he might excel in his secondary courses. But the Springdale School does not turn every one of its students into academicians or professionals, or even successful secondary students. The home life of the child, his parents' interests and the child's cultural and sociological environment often determine the child's academic success and attainment or lack of such.

Springdale School Dist. v. Grace, supra at 272. Sherry will be receiving instruction in reading, arithmetic, spelling, telling of time, health, social sciences and art by a certified teacher of the deaf along with instruction in manual communication, lip reading, writing and speaking. As the district court observed, although it is likely that Sherry could

learn more quickly at the School for the Deaf, both schools would be teaching her through certified teachers of the deaf. The fact that Sherry may not, like many nonhandicapped children, reach her full potential is not due to any error in the district court's interpretation of the Act or its finding that the Springdale School could appropriately educate Sherry, but instead may well result from forces outside the school environment. The Act cannot remedy a child's cultural and sociological environment nor force parents, by threatening to remove the child from the home, to become partners with the state in insuring that a child reach her full potential. We therefore agree with the district court that Sherry will be offered, through the extra services provided, an opportunity to achieve her full potential commensurate with the opportunity offered to all the Springdale School students and thus will receive an appropriate education at the Springdale School.[7]

Our holding today is further supported by the mainstreaming requirements of the Act. Sections 1412(5)(B) and 1414(a)(1)(C)(iv) of the Act require that "to the maximum extent" possible, without sacrificing the child's right to an appropriate education, the handicapped must be educated with the nonhandicapped. The regulations required that the handicapped child not only be educated as close to home as possible, but also that when possible the child should be educated in the school which he or she

[7]As was noted by the district court Sherry's parents have made very little effort themselves to learn to communicate with Sherry.

would attend if not handicapped.[8] At the Springdale School Sherry would be with nonhandicapped children for physical education, library, and possibly penmanship, science, health, social studies, music and art. At the School for the Deaf, however, Sherry would have virtually no contact with nonhandicapped children. This goes against the backbone of the Act which is to keep handicapped children out of institutions where often they are no more than prisoners serving life terms. Although Sherry's case does appear to be one in which an institution would better serve her needs, the Act's requirements are clear. The district court properly found that Sherry can receive an appropriate education at the Springdale School which also allows her to be educated with nonhandicapped students.

The Springdale School's final allegation of error on the part of the district court involves the district court's refusal

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[8] 45 C.F.R. Section 121a.513(b) provides that

Each public agency shall insure:

(1) That to the maximum extent appropriate, handicapped children, . . . are educated with children who are not handicapped. . . .

45 C.F.R. Section 121a.551 provides assurance that

(a) Each handicapped child's educational placement:

(1) Is determined at least annually;

(2) Is based on his or her individualized education program, and

(3) Is as close as possible to the child's home;

. . .

(c) Unless a handicapped child's individualized education program requires some other arrangement, the child is educated in the school which he or she would attend if not handicapped. . . .

The only exception to the above requirements is "when the nature of or severity of the handicap is such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily." 20 U.S.C. Section 1412(5)(B); 45 C.F.R. Section 121a.513(b)(2). Since we hold that Sherry can, with the use of supplemental services, receive an appropriate education at the Springdale School the above exception would be inapplicable.

to consider Arkansas law as it applies to this controversy. We find this argument to be without merit. The complaint filed by the Springdale School sought review, under Section 1415(e) of the Act, of the administrative proceeding provided for under the Act. The applicable law and standards set forth thereunder are federal, and the district court was not required to apply state law. If every state had a different standard for determining "appropriate", the needs of some handicapped children "may not be adequately met if the local programs are measured against a statutory goal which is permitted to vary with the happenstance of the state in which the child lives." *Battle v. Com. of Pa.*, 629 F.2d 269, 284 (3d Cir. 1980) (Sloviter, Circuit Judge, dissenting). The district court was not incorrect in limiting its review to the applicable federal law.

Affirmed.

A true copy.

Attest:

CLERK, U. S. COURT OF APPEALS,
EIGHTH CIRCUIT.

APPENDIX "C"

IN THE UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF ARKANSAS
FAYETTEVILLE DIVISION

(FILED JUL. 25, 1980)

SPRINGDALE SCHOOL DISTRICT ..... *Plaintiff*

v. Civil No. 80-5017

SHERRY GRACE, ET AL ..... *Defendant*

AND

THE ARKANSAS DEPARTMENT
OF EDUCATION ..... *Defendant*

MEMORANDUM OPINION

In this case, the plaintiff, Springdale School District Number 50 of Washington County, Arkansas seeks a holding that the appropriate education for Sherry Grace, a handicapped child, is provided at the Arkansas School for the Deaf instead of the Springdale Public School. The defendants, Albert Grace, Joann Grace, individually and as guardian ad litem for Sherry Grace, have counterclaimed seeking an injunction requiring the plaintiff to hire a special teacher qualified to teach Sherry Grace and to institute a summer program to make up the educational deficiencies they contend occurred during the 1979-1980 school term while their child attended the Springdale Elementary School.

Subject matter jurisdiction exists under 20 U.S.C. §1415(e)(2) and (4).

Sherry Grace was born to Albert and Joann Grace on January 19, 1970. The Graces lived in Washington County, Arkansas. During Sherry's early infancy, she suffered from various ear infections and related problems. When she was two years old, her parents discovered that she was profoundly deaf, having either been born deaf or having lost her hearing before she developed speech. Sherry has a 95% loss of hearing which renders her completely deaf for all intents and purposes.

Sherry received no formal education or training in communication before the age of four. When she was four years old, she was enrolled in the Bates Elementary School in Fayetteville, Arkansas, which had a special program for children with hearing impairment. She lived with her parents in Springdale, Arkansas.

The Bates program for the hearing impaired was designed for children who retain some hearing (hard of hearing children) and not for the profoundly deaf. If a person is merely hard of hearing, he can be orally instructed, although amplification may be necessary. A hard of hearing person may more easily be taught lip reading and other skills which are designed to implement the hearing that exists. A person who is profoundly deaf can only visually receive information. If one is profoundly and prelingually deaf, he lacks the concept of language and must not only receive visual instruction, but also must be taught the most rudimentary matters concerning language. Because Sherry Grace is profoundly and prelingually deaf, the Bates program, geared to hard of hearing children, was inadequate and she made little or no progress after two years at the Bates school. Her language level was that of a child of two years and two months.

Unlike other handicaps, profound prelingual deafness renders the person extremely isolated. Hearing humans rely almost exclusively on oral communication until they learn to read and write, and if untrained in sign language, can convey only the simplest ideas through gestures and signals. A profoundly deaf child who has not learned to read usually learns nothing other than those matters which a normal prelingual child of one or two years would know. A profoundly deaf person can effectively communicate with no one when he leaves the presence of one trained in sign language.

Even though Sherry Grace has an above normal intelligence, by the age of six she had learned very little. Her parents had not taken any training in sign language and the Bates program did not provide the visual teaching method required.

When Sherry was six years old, she and her parents moved to Little Rock, Arkansas, so that Sherry could attend the Arkansas School for the Deaf as a day student. The Deaf School accepts only profoundly deaf students and its programs are designed for those persons who can only receive information visually. The School for the Deaf teaches the total communication system, a method of visual communication encompassing signing, fingerspelling, visual cues, touching and mouthing. There were approximately 285 students attending the Arkansas School for the Deaf. Sherry learned some total communication skills and for the first time in her life could communicate with her teachers and her fellow students. The School also urged parents of their students to learn total communication so that they could communicate with their children. Mrs. Joann Grace

attended a few classes and learned some sign language; Mr. Albert Grace did not.

Sherry Grace attended the School for the Deaf for three years while living with her parents in Little Rock. While there, she progressed from having a language level of a two-year, two-month old child to being able to read at the 2.5 grade level. Because she was able to communicate with others and participate in the life of the school, Sherry's confidence and social ability also developed.

At the end of Sherry's third school year at the Deaf School, Mr. and Mrs. Grace decided they wanted to move from Little Rock to Springdale, Arkansas. They found Little Rock more expensive and a financial hardship even though they were self-supporting. They also wanted to be near their parents and wanted Sherry to be able to spend more time with her grandparents. When the Graces told the Deaf School of their plans to move to Springdale and to enroll Sherry in the Springdale public school system, Sherry's teachers tried to explain the necessity of keeping Sherry enrolled in the School for the Deaf, even if it involved her becoming a residential student. The school urged that removing Sherry from the Deaf School would not only hinder Sherry's academic progress, but also would isolate her from meaningful social encounters.

The Graces moved to Springdale and enrolled Sherry in the fourth grade at the Springdale Elementary School. The school tested Sherry, and after consultation with her parents, formulated an individual educational plan (IEP).

The IEP developed by the Springdale school noted that Sherry should be taught by a certified teacher of the deaf, one who employs total communication and who could

teach it to Sherry. The IEP also reflected that Sherry lacked the skills in reading, spelling and arithmetic of the average fourth grader, and her general knowledge was below level. The school's IEP stated that the Arkansas School for the Deaf in Little Rock was the proper school to meet Sherry's special needs.

The Graces disputed that Sherry should be sent to the Arkansas School for the Deaf, but otherwise agreed with the school's assessment of Sherry's needs. A temporary IEP was developed which governed Sherry's education at Springdale. Under the temporary IEP, Sherry remained in the class with nonhandicapped fourth graders, but would go to the Resource Room for approximately two hours each day to receive special instruction and speech therapy.

Because Mr. and Mrs. Grace disagreed with the original IEP developed by the Springdale school, they sought review. After proper notices and pre-hearing conferences, a due process hearing was held on November 7, 1979. The hearing officer held that the Springdale School District was wrong and that the Arkansas School for the Deaf was not the most appropriate placement for Sherry. The Springdale School District appealed and the appeals officer affirmed, holding that Sherry Grace should be educated within northwest Arkansas so that she could live with her parents.

In January, 1980, the school began to provide a full-time interpreter for the deaf who was present with Sherry in her classroom, interpreting the teacher's words and Sherry's responses.

In February, 1980, the Springdale school initiated this action seeking review of the appeals officer's decision that Sherry not be sent to the Arkansas School for the Deaf.

The case was advanced on the docket and evidence was tendered to the Court on May 8 and 9, 1980. A transcript of the due process hearing and other administrative matters was filed in this cause.

The Education for All Handicapped Children Act, 20 U.S.C. §§1401-1461, establishes a program of financial assistance to States who have demonstrated to the Commissioner of Education that they have a policy, a plan and procedures guaranteeing each handicapped child within the state a "free appropriate public education." 20 U.S.C. §1412. Arkansas has received grants under the Act and has made a certain percentage available to the local school districts as required by 20 U.S.C. §1411(b).

To assure that each school district provides a free appropriate education for handicapped children, the state must assure the local educational agency identifies and evaluates each handicapped child within its jurisdiction, formulates and implements an individualized education program (hereafter IEP) designed to meet the needs of the handicapped child. 20 U.S.C. §§1413 and 1414.

20 U.S.C. §1415 requires that parents of handicapped children be allowed to examine and discuss their child's IEP and supporting documents with the school; that parents may obtain review of IEP in an impartial due process hearing before a representative from the state educational agency; and that any party aggrieved by the findings or decision made during the state administrative proceedings can seek review in a United States District Court.

The Act requires the school to provide Sherry Grace with a free appropriate education. The Act, 20 U.S.C.

§1412(5), also requires that:

> [T]o the maximum extent appropriate, handicapped children, including children in public or private institutions or other care facilities, are educated with children who are not handicapped, and that special classes, separate schooling, or other removal of handicapped children from the regular educational environment occurs only when the nature or severity of the handicap is such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily.

The Act, 20 U.S.C. §1401(18) defines "free appropriate public education" as follows:

> [S]pecial education and related services which (A) have been provided at public expense, under public supervision and direction, and without charge, (B) meet the standards of the State educational agency, (C) include an appropriate preschool, elementary, or secondary school education in the State involved, and (D) are provided in conformity with the individualized education program required under Section 614(a)(5) [20 USCS §1414(a)(5)].

The Act also requires that an IEP be developed each year for the child. 20 U.S.C. §1414(a)(5).

Arkansas has chosen to participate in the Education for Handicapped Children Program. It and each local educational agency within Arkansas, including the Springdale School District, is therefore bound to comply with its provisions.

Arkansas has also enacted legislation guaranteeing education for exceptional children. Ark. Stat. Ann. §§80-2102 — 2143. The Arkansas Act is not relevant to the case before the Court, as our jurisdiction is limited by 20 U.S.C. §1415 to review for compliance with the Education for All Handicapped Children Act, 20 U.S.C. §§1401-1461.

The regulations promulgated under the Education for All Handicapped Children Act provide in part as follows:

> As used in this part, the term "free appropriate public education" means special education and related services which:
>
> (a) Are provided at public expense, under public supervision and direction, and without charge.
>
> (b) Meet the standards of the State educational agency, including the requirements of this part.
>
> (c) Include preschool, elementary school, or secondary school education in the State involved, and
>
> (d) Are provided in conformity with an individualized education program which meets the requirements under §§121a.340-121a.349 of Subpart C.

45 C.F.R. §121a.4 (1979).

> (a) As used in this part, the term "handicapped children" means those children evaluated in accordance with §§121a.530-121a.534 as being mentally retarded, hard of hearing, deaf, speech impaired, visually handicapped, seriously emo-

tionally disturbed, orthopedically impaired, other health impaired, deaf-blind, multi-handicapped, or as having specific learning disabilities, who because of those impairments need special education and related services.

(b) The terms used in this definition are defined as follows:

(1) "Deaf" means a hearing impairment which is so severe that the child is impaired in processing linguistic information through hearing, with or without amplification, which adversely affects educational performance.

45 C.F.R. §121a.5 (1979).

The individualized education program for each child must include:

(a) A statement of the child's present levels of educational performance;

(b) A statement of annual goals, including short term instructional objectives;

(c) A statement of the specific special education and related services to be provided to the child, and the extent to which the child will be able to participate in regular educational programs;

(d) The projected dates for initiation of services and the anticipated duration of the services; and

(e) Appropriate objective criteria and evaluation procedures and schedules for deter-

mining, on at least an annual basis, whether the short term instructional objectives are being achieved.

45 C.F.R. §121a.346 (1978).

(a) During the pendency of any administrative or judicial proceeding regarding a complaint, unless the public agency and the parents of the child agree otherwise, the child involved in the complaint must remain in his or her present educational placement.

(b) If the complaint involves an application for initial admission to public school, the child, with the consent of the parents, must be placed in the public school program until the completion of all the proceedings.

45 C.F.R. §121a.513.

(a) Each State educational agency shall insure that each public agency establishes and implements procedures which meet the requirements of §§121a.550-121a.556.

(b) Each public agency shall insure:

(1) That to the maximum extent appropriate, handicapped children, including children in public or private institutions or other care facilities, are educated with children who are not handicapped, and

(2) That special classes, separate schooling or other removal of handicapped children from the regular educational environment occurs only when the nature or severity of the handicap is

such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily.

45 C.F.R. §121a.550.

(a) Each public agency shall insure that a continuum of alternative placements is available to meet the needs of handicapped children for special education and related services.

(b) The continuum required under paragraph (a) of this section must:

(1) Include the alternative placements listed in the definition of special education under §121a.13 of Subpart A (instruction in regular classes, special classes, special schools, home instruction, and instruction in hospitals and institutions), and

(2) Make provision for supplementary services (such as resource room or itinerant instruction) to be provided in conjunction with regular class placement.

45 C.F.R. §121a.551.

Each public agency shall insure that:

(a) Each handicapped child's educational placement:

(1) Is determined at least annually;

(2) Is based on his or her individualized education program, and

(3) Is as close as possible to the child's home;

(b) The various alternative placements included under §121a.551 are available to the extent necessary to implement the individualized education program for each handicapped child;

(c) Unless a handicapped child's individualized education program requires some other arrangement, the child is educated in the school which he or she would attend if not handicapped; and

(d) In selecting the least restrictive environment, consideration is given to any potential harmful effect on the child or on the quality of services which he or she needs.

Our standard for review is set out in the Act, 20 U.S.C. §1415(e), which provides as follows:

(1) A decision made in a hearing conducted pursuant to paragraph (2) of subsection (b) shall be final, except that any party involved in such hearing may appeal such decision under the provisions of subsection (c) and paragraph (2) of this subsection. A decision made under subsection (c) shall be final, except that any party may bring an action under paragraph (2) of this subsection.

(2) Any party aggrieved by the findings and decision made under subsection (b) who does not have the right to an appeal under subsection (c), and any party aggrieved by the findings and decision under subsection (c), shall have the right to bring a civil action with respect to the complaint presented pursuant to this section, which action may be brought in any State court of competent

> jurisdiction or in a district court of the United States without regard to the amount in controversy. In any action brought under this paragraph the court shall receive the records of the administrative proceedings, shall hear additional evidence at the request of a party, and, basing its decision on the preponderance of the evidence, shall grant such relief as the court determines is appropriate.

We find that the Springdale School District proved by a preponderance of the evidence that the Arkansas School for the Deaf would provide the *best free education* for Sherry Grace.

At this stage of Sherry's life, the most important thing which she can learn is a language, a means to obtain knowledge. The Court observed several profoundly deaf persons who testified or attended the hearing. The Court noted the skill of the interpreters when translating for the extremely articulate Dr. Garretson and when translating for the less articulate. The Court observed the difficulty Sherry Grace had in comprehending the most simple of questions translated to her and her almost total reliance on gesture in lieu of language in answering.

The IEP developed by the Springdale school recites that Sherry's reading level is that of second grade, as are her skills in arithmetic. It is crucial that she learn a language so that she may be taught how to read and all the other basic skills.

The Arkansas School for the Deaf employs only those teachers who are skilled in Total Communication. Their cumulative experience and expertise would exceed that of the single certified teacher employed by the Springdale school system. The presence of many teachers would give

Sherry the benefit of each teacher's explanation and approach, where as she would receive instruction from only one certified teacher of the deaf at Springdale. It is foreseeable that the certified teacher employed by Springdale to teach Sherry would teach her for more than one year, whereas at the Deaf School, Sherry would have many teachers skilled in Total Communication each year and new ones each year.

The Arkansas School for the Deaf would also provide Sherry with role models, as the evidence established that many of the teachers, grounds keepers, cooks and aides are themselves profoundly deaf, whereas there are no profoundly deaf persons associated with the Springdale school. Both Springdale and the Arkansas School for the Deaf would attempt to have profoundly deaf persons make special appearances at school, but the visits would be more frequent at the School for the Deaf.

The Arkansas School for the Deaf would also provide Sherry the opportunity to have conversations with adults as all teachers, dormitory housemothers, and most other employees have Total Communication training. If Sherry were to remain at the Springdale school, her certified teacher for the deaf would be the only adult skilled in signing or Total Communication with whom she would have regular contact. The contact with signing adults is important not only to increase her "vocabulary" of signs, but also to increase her general knowledge, an area in which she is particularly deficient as shown by the IEP.

The Arkansas School for the Deaf would surround Sherry with adults and children who sign to each other, whereas Sherry and her certified teacher would be the only ones who knew the "language" at the Springdale school.

The omnipresence of signing at the Deaf School cannot be underrated in determining the speed and skill with which Sherry could learn to effectively comprehend others and express herself.

The Arkansas School for the Deaf also has much better facilities for teaching the profoundly deaf. All television sets and movies are equipped with decoders which display the words being spoken. Such tools would greatly help Sherry's reading skills.

The Arkansas School for the Deaf also would provide Sherry a set of friends with whom she could communicate and thereby practice her signing skills during and after school hours. In contrast, the Springdale school contains no children other than Sherry who have signing or Total Communication skills. There likewise are no deaf children in the Springdale, Washington County, area near Sherry's age. (Profound deafness is a low-incidence handicap.) There are no adults skilled in signing or Total Communication who regularly visit the Grace home.

At the Deaf School, Sherry could fully participate in after-school activities such as the Girl Scouts. At Springdale, her attendance at Girl Scouts would hardly constitute participation since there would be no one to interpret for her and at this stage, it is doubtful if she would understand the signs used by an interpreter. The same is true with respect to birthday parties, or other children's activities.

The Education for All Handicapped Children Act does not require a State, through its local educational district, to provide each handicapped child with the *best* education for him; it requires a *free, appropriate education.* P.L. 94-142 §3(c), 20 U.S.C. §1401 note.

In *Rowley v. Board of Ed. of Hendrick Hudson Central School Dist.*, 483 F. Supp. 528 (S.D. N.Y. 1980), the Court addressed the meaning of "appropriate education" as follows:

> An "appropriate education" could mean an "adequate" education — that is, an education substantial enough to facilitate a child's progress from one grade to another and to enable him or her to earn a high school diploma. An "appropriate education" could also mean one which enables the handicapped child to achieve his or her full potential. Between those two extremes, however, is a standard which I conclude is more in keeping with the regulations, with the Equal Protection decisions which motivated the passage of the Act, and with common sense. This standard would require that each handicapped child be given an opportunity to achieve his full potential commensurate with the opportunity provided to other children.

We follow the definition contained in *Rowley* and examine whether the IEP as modified after the administrative hearing which calls for Sherry to be placed in the Springdale school would provide Sherry Grace with an opportunity to achieve her full potential commensurate with the opportunity provided to nonhandicapped children.

The nonhandicapped child in the Springdale school elementary system is provided the opportunity to learn language skills, reading, writing, arithmetic, social studies and science. The school provides the nonhandicapped child an opportunity to learn the basics and to learn them well enough that he might excel in his secondary school courses. But the Springdale school does not turn every one of its

students into academicians or professionals, or even successful secondary school students. The home life of the child, his parents' interests and the child's cultural and sociological environment often determine the child's academic success and attainment or lack of such.

When we compare what Springdale School delivers to its nonhandicapped students with what it must provide to Sherry Grace under the terms of the IEP, we find, by a preponderance of the evidence, that Sherry Grace can receive an "appropriate" education while enrolled at the Springdale school.

The IEP developed for the 1979-80 school term calls for Sherry receiving instruction from a certified teacher for the deaf in manual communication, lipreading, writing and speaking. Sherry will also receive instruction in reading, arithmetic, spelling, the telling of time, handwriting, health, social sciences and art by the certified teacher. Although it is likely that Sherry could learn much more quickly at the Arkansas School for the Deaf, we note that both the Arkansas School for the Deaf and the Springdale School would be teaching the same subjects to her through certified teachers for the deaf.

The defendants introduced the testimony of teachers of the deaf who have taught students similar to Sherry in other schools in a single-teacher, single-student environment. Their testimony reveals that it is possible to teach the profoundly deaf under such circumstances and have them perform at levels comparable to the nonhandicapped. The plaintiff has not evinced one fact about Sherry which indicates that she cannot receive an appropriate education at the Springdale School, although plaintiff thoroughly

proved that the Arkansas School for the Deaf was preferable.

The plaintiff proved that Sherry had made little progress during the 1979-80 term while enrolled in Springdale. During the 1979-80 term, Sherry did not have the benefits of a certified teacher of the deaf who instructed her for the great part of the school day in Total Communication and the substantive academic subjects. Only for the second semester did Sherry have the benefit of the interpreter in class with her. Her lack of progress during the 1979-80 term is not indicative of whether Sherry can receive an appropriate education at the Springdale School in accord with her individual requirements as set out in the IEP.

Having determined that Sherry can receive an appropriate free education at both the Springdale School and the Arkansas School for the Deaf, we address the issue of "mainstreaming." 20 U.S.C. §1412(5)(B) requires that "to the maximum extent" possible, without sacrificing the child's right to an appropriate education, the handicapped must be educated with the nonhandicapped. Plaintiff urges that at Springdale Sherry would be separated for the great part of each school day not only from nonhandicapped children, but also from all other children, as she will be required to spend so much time alone with the certified teacher of the deaf. Plaintiff urges that this is more "restrictive," as that term is used in 45 C.F.R. §121a.550, than placing Sherry at the School for the Deaf.

The statute is clear. It calls for a child to be educated with nonhandicapped children to the extent consistent with the child's receiving an appropriate education. At the Springdale School, Sherry would be at recess with non-

handicapped children and would be with them for physical education, library and possibly for penmanship, science, health, social studies, music or art. At the School for the Deaf, her contacts with nonhandicapped students would not be in the regular course of the school day. Since the Springdale School can provide her an appropriate education and also meets the mainstreaming requirements of 20 U.S.C. §§1412(5)(B) and 1414(a)(1)(C)(iv), we hold that the Arkansas Department of Education's modification of the IEP was correct.

The defendants, Albert Grace, Joann Grace and Sherry Grace, have counterclaimed against the Springdale School seeking a preliminary injunction requiring the Springdale School to hire a certified teacher of the deaf, otherwise to implement the IEP developed for Sherry and to provide a summer program to remedy the deficiencies incurred during the 1979-80 school term. In their answer, the Graces also claim attorneys' fees under 31 U.S.C. §1244(e), which provides as follows:

> (e) In any action under this section to enforce Section 1242(a) of this title, the court, in its discretion, may allow to the prevailing party, other than the United States, reasonable attorney fees, and the United States shall be liable for fees and costs the same as a private person.

20 U.S.C. §1242(a) provides as follows:

> (a)(1) In general. — No person in the United States shall, on the ground of race, color, national origin, or sex, be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity of a State government or unit of local government,

which government or unit receives funds made available under subchapter I of this chapter. Any prohibition against discrimination on the basis of age under the Age Discrimination Act of 1975 or with respect to an otherwise qualified handicapped individual as provided in Section 794 of Title 29 shall also apply to any such program or activity. Any prohibition against discrimination on the basis of religion, or any exemption from such prohibition, as provided in the Civil Rights Act of 1964 or title VIII of the Act of April 11, 1968, hereafter referred to as Civil Rights Act of 1968, shall also apply to any such program or activity.

(2) Exceptions. —

(A) Funding. — The provisions of paragraph (1) of this subsection shall not apply where any State government or unit of local government demonstrates, by clear and convincing evidence, that the program or activity with respect to which the allegation of discrimination has been made is not funded in whole or in part with funds made available under subchapter I of this chapter.

(B) Construction projects in progress.— The provisions of paragraph (1), relating to discrimination on the basis of handicapped status, shall not apply with respect to construction projects commenced prior to January 1, 1977.

The counterclaim for attorneys' fees must be denied as there is no statutory basis for it, 31 U.S.C. §1244(e) being inapplicable.

To the extent the counterclaim seeks an injunction requiring the Springdale School to provide Sherry with the certified teacher of the deaf and the other educational needs outlined in the IEP, the injunction should issue, even though it will apply to the 1980-81 school term only. *Rowley (Rowley II) v. Board of Education,* 483 F. Supp. 536 (S.D. N.Y. 1980).

The Graces also seek an injunction requiring the Springdale School to provide a summer program to remedy the educational deficiencies Sherry incurred during the 1979-80 school term.

The Court declines to issue an injunction requiring the Springdale School to provide a summer school program for Sherry Grace. It would take time for the Springdale School to implement such a program and given the short time remaining before the 1980-81 fall term begins, no injunction should issue.

The Springdale School asked this Court to hold that the Arkansas School for the Deaf is the most appropriate placement for Sherry Grace. Since Sherry Grace is a minor whose parents reside in Springdale, Arkansas, approximately 170 miles from the Arkansas School for the Deaf, the Court raised the issue of its authority to take action which would remove effectively the child from her parents' home. Having decided that Sherry should remain at the Springdale School for the 1980-81 school term, we need not and do not address that issue.

We point out that after Sherry has attended the Springdale School for one school year, she should be re-evaluated and proper steps taken to comply with the existing law.

We also note that, upon reflection, Sherry's parents may be more desirous that their child receive the *best* instead of a mere "appropriate" scholastic exposure.

A separate judgment will be prepared in accord with this opinion. Each party will bear his or its own costs.

This 23rd day of July, 1980.

/s/ Paul X. Williams,
United States District Judge

APPENDIX "D"

REVIEW DECISION

ARKANSAS DEPARTMENT OF EDUCATION
SPECIAL EDUCATION SECTION

(APPEAL)

APPELLANT:	Springdale School District Thurman Smith, Supt. 202 West Emma Avenue Springdale, AR 72764
REPRESENTED BY:	James M. Roy, Jr., Attorney at Law P.O. Box 869 Springdale, AR 72764
APPELLEE:	Mr. and Mrs. Albert Grace on behalf of Sherry Grace 1507-A White Road Springdale, AR 72764
REPRESENTED BY:	John M. Bilheimer, Attorney at Law 955 Tower Building Little Rock, AR 72201
REVIEW PERIOD:	December 27, 1979 — February 4, 1980
REVIEW HEARING:	January 24, 1980 — 3:10 PM - 4:16 PM Transportation Commission Hearing Room Arkansas Justice Building State Capitol Grounds Little Rock, AR 72201

REVIEWING OFFICIAL: Larry L. Rogers, Coordinator
Arkansas Dept. of Education
Special Education Section
Instructional Division
Arch Ford Education Bldg.
Little Rock, AR 72201

RELEASE OF REPORT: February 4, 1980

BACKGROUND

A due process hearing was conducted on November 7 and 8, 1979, by Dr. LaDelle Olion, an impartial hearing officer, appointed and trained in accordance with state and federal laws and regulations. The hearing involved the educational placement of a 10 year old profoundly hearing impaired child who lives with her parents in the Springdale School District. All parties had agreed on the remainder of the content of the written Individual Education Plan (IEP).

The Petitioner (appellee in the appeal review) in the due process hearing took the position that the "least restrictive environment", as established in federal and state law, should be interpreted to mean an educational program for the child located in such proximity to the home as to allow the child to live at home with her parents.

The Respondent (appellant in the appeal review) contended that the appropriate educational program for the child, as contained in the IEP, could only be provided at the Arkansas School for the Deaf. The child had attended the Arkansas School for the Deaf for the previous three (3) years (76-77, 77-78, 78-79) after almost two years (74-75, 75-76) in an oral based educational program located in the Fayetteville Public Schools. The Respondent further contended that the lack of progress for the child in the local, oral based program and the satisfactory progress for

the child while at the Arkansas School for the Deaf was strong evidence that the appropriate education in the "least restrictive environment" could only be achieved at the Arkansas School for the Deaf.

Dr. LaDelle Olion, Impartial Hearing Officer for the case in question, in a Hearing Decision dated November 27, 1979, found essentially in favor of the Petitioner. In the decision, the hearing officer wrote that . . . "the Petitioner has presented persuasive evidence that the child should remain in the home and that a total communications program can be provided for the child within the Springdale Public Schools." Later in the decision, the hearing officer wrote, . . . "based upon relevant evidence and testimony presented, it is the Hearing Officer's Decision that the child not be placed in the Arkansas School for the Deaf." The hearing officer further cited Sections 121a.1 and 121.a 55C of the regulations under P.L. 94-142. Although the decision clearly favored the position of the Petitioner, action required by the Hearing Decision was not clear.

The Respondent appealed the decision of the Impartial Hearing Officer in a certified letter dated December 26, 1979, and received by the appropriate official on December 27, 1979.

REVIEW ACTIVITIES

Review activities conducted by the reviewing official between December 27, 1979, and February 4, 1980, were as follows:

1. Reviewed transcript of the due process hearing including all exhibits.
2. Reviewed decision of hearing officer.

3. Made inquiries of officials of the Arkansas School for the Deaf and reviewed facilities and program pertinent to the case.
4. Reviewed records for litigation and due process activities in other states on similar issues.
5. Made telephone inquiries in two other states, Nebraska and Virginia, where publications suggested that similar issues had arisen.
6. Visited and reviewed an education program for hearing impaired operated by the Hot Springs School District.
7. Conducted appeal review hearing to allow parties to offer oral argument and additional evidence.

Appeal Review Hearing: The Appellant contended that the Hearing Officer's Decision was in error because it was not supported by the greater portion of the evidence offered at the hearing. Appellant alleged that local programming for the child would be detrimental because of social isolation and a lack of communication with others in the school, home, and community. Appellant cited evidence from the hearing that supported the position that acceptable educational and social development for the child could only be achieved at the School for the Deaf.

Appellee restated the original position that the requirement for an appropriate education in the "least restrictive environment" should be interpreted to require that an appropriate educational program is provided in reasonable proximity to the child's natural home. Appellee cited state education agency and local education agency responsibilities under P.L. 94-142 to assure appropriate education in the "Least Restrictive Environment."

REVIEW DECISION

Based on evidence reviewed on this appeal, the finding of this reviewer is that the "free and appropriate public education" in the "least restrictive environment" is to be provided in reasonable proximity to the child's natural home.[1] If the education program is located somewhere other than in the Springdale School District, transportation is to be provided at no cost to the parents. The teacher(s) for the child are to be appropriately qualified.

This decision does not preclude subsequent educational program modifications, consistent with state and federal regulations, if appropriate education in the lesser restrictive environment proves unsatisfactory in terms of educational progress for the child.

In addition to the regulatory references listed in the Hearing Decision, the legal and regulatory basis for this decision are Section 4 of Act 102 as amended, C.F.R. V. 42, No. 163, August 23, 1977, Sections 121a.551 paragraph (a), (b), b(1) and 121a.552 a(3).

Section 4 of Act 102 as amended is as follows:

> Section 4. "To the maximum extent practicable, handicapped children shall be educated along with children who do not have handicaps and shall attend regular classes. Impediments of learning and to the normal functioning of handicapped children in the regular school environment shall be overcome, when possible, by the provision of special aids and services rather than by separate schooling for the handicapped.

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[1] "Reasonable proximity to the child's home" is a distance not too great for the child to be transported on a daily basis and live at home.

Separate schooling or other removal of handicapped children from the regular educational environment, shall occur only when, and to the extent that the nature or severity of the handicap is such that education in regular classes, even with the use of supplementary aids and services, cannot be accomplished satisfactorily."

Section 121a.551, paragraphs (a), (b), and (b1) are as follows:

121a.551 — Continuum of Alternative Placements

(a) "Each public agency shall insure that a continuum of alternative placements is available to meet the needs of handicapped children for special education and related services.

(b) The continuum required under paragraph (a) of this section must:

(1) Include the alternative placements listed in the definition of special education under Section 121a.13 of Subpart A (instruction in regular classes, special classes, special schools, home instruction, and instruction in hospitals and institutions), and

Section 121a.552, (a3) is as follows:

121a.552 — Placements

Each public agency shall insure that:

(a) Each handicapped child's educational placement:

(3) Is as close as possible to the child's home."

Evidence found in the transcript of the due process hearing suggests that the continuum of alternative placements was not considered in making the initial placement decision early in the 79-80 school year. The absence of an existing local education program using the child's mode of communication is not sufficient justification to select placement on the more restrictive end of the continuum before providing appropriate education in a lesser restrictive environment. ("Continuum of alternative placements" cited above.)

While the Appellant's arguments against local education for the child based on the potential social and communicative isolation are compelling, experience in other locations suggests that a child with a profound hearing loss can develop socially and can communicate sufficiently with others if appropriate program and environmental modifications are made.

This decision represents the last step of administrative appeal and is considered final unless relief is obtained through civil action (CFR 45, Vol. 42, No. 163, Tueday, August 23, 1977, paragraph 121a.511.) The Appellant, with timely support and supervision from the State Education Agency, is to proceed with due speed to provide an appropriate education for the child in accordance with these findings.

/s/ Larry L. Rogers,
Reviewing Official

APPENDIX "E"

HEARING DECISION
ARKANSAS DEPARTMENT OF EDUCATION
SPECIAL EDUCATION SECTION

PETITIONER

STUDENT:	Sherry Grace
PARENTS:	Mr. and Mrs. Albert Grace, Jr.
ADDRESS:	1507-A White Road Springdale, Arkansas 72764
REPRESENTED BY:	Mr. Jim Hudson, Coordinator Arkansas Developmental Disabilities Advocacy System State Capitol Suite 011 Little Rock, Arkansas 72201

RESPONDENT

SCHOOL DISTRICT:	Springdale School District
SUPERINTENDENT:	Mr. Thurman Smith
ADDRESS:	Springdale Public Schools Springdale, Arkansas 72764
REPRESENTED BY:	Mr. James M. Roy, Jr. Attorney at Law P.O. Box 869 Springdale, Arkansas 72764

HEARING

DATE OF HEARING:	November 7, 1979
START OF HEARING:	November 7, 1979, 5:05 p.m.
CONCLUSION OF HEARING:	November 8, 1979, 12:05 a.m.

PLACE OF HEARING: Springdale High School
Cafeteria
Springdale, Arkansas 72764

HEARING OFFICER: Dr. LaDelle Olion
Department of Special
Education and Psychology
University of Arkansas at
Pine Bluff
Pine Bluff, Arkansas 71601

DATE OF REPORT: November 27, 1979

HEARING DECISION
ARKANSAS DEPARTMENT OF EDUCATION
SPECIAL EDUCATION SECTION

HEARING DATES: November 7, 1979—5:05 p.m. (Started)
November 8, 1979—12:05 a.m.
(Completed)

ISSUE AND PURPOSE OF THE HEARING

The *petitioner* contends that the most appropriate education for the student in the least restrictive environment is at home with her family. Additionally, the *petitioner* contends that there are existing and potential resources in the Springdale community which could establish an appropriate program in the Springdale community for the student.

The *respondent* contends that the most appropriate education for the student in the least restricted environment is the Arkansas School for the Deaf.

The purpose of the hearing was to review the placement recommended for a deaf student. The school district contends the only placement available in a total communica-

tions program for the deaf student is at the Arkansas School for the Deaf.

The following documents were entered as evidence:

1. Arkansas Children's Hearing and Speech Clinic (R. No. 1)
2. Case Report Springdale Public Schools (R. No. 2)
3. Letter from S.P. (R. No. 3)
4. Educational Examiner's Report, Springdale (R. No. 4)
5. Individual Educational Plan (R. No. 5)
6. Interpreter's Oath (R. No. 6)
7. Interpreter's Oath (R. No. 7)
8. Witnesses (R. No. 8)
9. Interpreter's Oath (R. No. 9)
10. Parents Ex. (P. A-C)
11. Certificate (P. D)

During the course of the hearing, the following witnesses appeared:

1. Special Education Supervisor, Springdale Public Schools
2. Coordinator for the Regional Program for Hearing Impaired
3. Principal of Lower School of Arkansas School for the Deaf
4. Superintendent of the Arkansas School for the Deaf

5. Child in Question
6. Superintendent of Springdale Public Schools
7. Teacher
8. Teacher Aide
9. Supervisor of Special Education for Fayetteville Public Schools
10. Coordinator State Department of Education
11. Case Worker
12. Professor, University of Arkansas, Area of Deafness
13. Professor, University of Arkansas, Counselor Education
14. Child's Aunt
15. Former Resident of Institution
16. Parent Hard of Hearing Child
17. Parent of Three Handicapped Children
18. Father of Child
19. Mother of Child

The school system (respondent) was represented by an attorney and the parents (petitioner) were represented by the Coordinator of the Arkansas Developmental Disabilities Advocacy System.

FINDINGS OF FACT

The Supervisor of Special Education for the *respondent* contends that based upon her familiarity with the student and the Springdale School District that the only existing

program that the student could receive training in, as spelled out in the IEP would be at the School for the Deaf in Little Rock. She further contends that the IEP indicates that a trained teacher of the deaf would be necessary to work with the student in the areas of reading, mathematics, spelling, handwriting, science, health, social studies, music and art. The Supervisor of Special Education contends that the student needs a total communication's approach and socialization opportunities with other hearing impaired children, which do not currently exist in the Springdale Public Schools.

The *petitioner* contends and was supported by the Supervisor of Special Education that if there were a total communications teacher in Springdale who worked with the student and implemented the IEP in all areas that were indicated that that would be a less restrictive setting. The supervisor further contends that educational experiences not only are learned at school, but also that the family plays an important role in the total educational process; however, she contends that just because the child is removed from the home and attends a residential placement, that this does not necessarily exclude the parents totally. She contends that the parents could work as closely with teachers from Little Rock as they could from Springdale, even if the parents lived in Springdale. She further contends that parents could reinforce what was done at the School for the Deaf by letter, and telephone. The Supervisor of Special Education also contended that as far as the existing programs go that the least restricted environment for the student would be the Arkansas School for the Deaf.

The *respondent* clarified an earlier contention of the Supervisor of Special Education. The *respondent* contends

that a special education deaf teacher that would only work with the student alone, would not constitute a less restrictive setting.

The *petitioner* contends that it is interesting that there is one regional program for only oral children and that there is no regional program for total communication children.

The Coordinator for the Regional Program for Hearing Impaired for the *respondent* contends that there is a need for a hearing impaired program. She contends that the student did not progress in the Bates program and that there were places within the immediate vicinity that persons could be served through a total communications program. She contends that there are programs in Tulsa, Missouri and Springfield that have been successful. She further contends that an eclectic program cannot be designed to fit the student's needs and that if there was such a great need for a total communications program that they would have established such a program in the past.

The *petitioner* contends that the deaf student's needs can be met in the community, if the needs of oral children can also be met in the community. The *petitioner* cited the Bates program as an example of a program that was meeting the needs of oral children within the community.

The Principal of the Lower School of the Arkansas School for the Deaf for the *respondent* contends that the student should be placed at the Arkansas School for the Deaf because she was making progress at the School for the Deaf. She contends that the student would survive beautifully as a dormitory student. She further contends that the Arkansas School for the Deaf is serving the student's needs

more appropriately at this time and that the School for the Deaf was the least restrictive setting. The *respondent* also contended that it would be ideal if an appropriate program at home with mother and dad at night were available for the child.

The *petitioner* contends that an appropriate placement would be in the Springdale area.

The Superintendent of the School for the Deaf for the *respondent* contends that children have a chance to develop within themselves and that they can develop leadership at the Arkansas School for the Deaf. He contends that the student should be placed at the School for the Deaf to obtain the appropriate services.

The *petitioner* contends that hearing impaired and deaf children can be served on a regional basis. The Superintendent of the Arkansas School for the Deaf agrees with the regional concept if it is of sufficient size and scope; meaning that there has to be enough peer competition and services up and down the line. The *petitioner* contends that the hearing impaired groups need to have more alternatives in terms of placement. The Superintendent of the School for the Deaf agrees that this is the key. That "if the numbers were there, we may have other kinds of alternatives which have not been tapped."

The Superintendent of the Springdale Public Schools for the *respondent* contends that based upon the advice of persons who advise him that the services the student needs are not in the area and the School for the Deaf would be an appropriate setting for the student.

The *petitioner* contends that the school district should look at possible funding mechanisms and initiate a program

in Springdale instead of sending the student to the Arkansas School for the Deaf.

Teacher, Springdale Public Schools for the *petitioner*, contends that the student is making slow progress in reading and language and some progress in spelling and languages.

The *respondent* contends that the student's progress is very slow and that the teacher's communication with the student is very, very limited.

Aide, Springdale Public Schools for the *petitioner*, contends that the student has friends in the classroom that she plays with.

The *respondent* contends that putting the student in a separate room with the teacher alone would be detrimental to the student. The aide further contends that the Arkansas School for the Deaf is the best and only place for the student.

The Supervisor of Special Education for the Fayetteville Public Schools for the *petitioner* contends that the program at Bates is meeting the needs of the students. He further contends that total communication children, like the child in question, should have the same opportunity as any other child; however, he contends that they do not have the facilities for such a child. The Supervisor contends that a program could not be set up to meet the child in question needs. He contends that the only placement for the child at this time is at the Arkansas School for the Deaf. The Supervisor further contends that the child in question is a part of a low incidence group that cannot be programmed for in the community.

The Supervisor of Special Education for the *respondent* contends that the program at the Arkansas School for the Deaf is the most appropriate education for the child in question and that it is in the least restrictive environment. He contends that this is the case because the public schools don't have programs that can meet the child's particular needs at this time and the child has progressed down at the School for the Deaf.

The Supervisor for the State Department of Education Special Education Section for the *petitioner* contends that there needs to be a maximum of five (5) deaf children in a self-contained unit to be eligible for full funding. He stated that the school district must have 50% of the maximum (two and a half) to receive full funding.

Professor, University of Arkansas with responsibility for teacher training in the area of deafness for the *petitioner*, contends that in consideration of existing facilities, the most appropriate referral for the student in question is the Arkansas School for the Deaf. He contends that the student is extremely restricted in the present setting in ever acquiring linguistic skills. The Professor further contends that the child could be programmed for in any school program or facility in a number of ways. He stated that it is possible for any school or any school district to serve a student like this. He went on to state that a number of very small school districts, such as Monett, Missouri, had a class for deaf children in a rural area.

The Professor contends that there are other states and communities where parents do have alternatives available to them that we do not have at this point in time. He contends that the student in question needs a trained teacher, modified curriculum and a different pacing than she is

currently receiving. The Professor contends that the most ideal situation according to professional literature for education of the deaf child, is to be in his home community with a very specialized educational program, staff, facilities and equipment; in other words, avoiding the residential placement. He contends that it would be ideal for the child to grow up in the home environment with the parents. The Professor also contends that the child could be served regionally, given the right resources because it is being done in many other places in the United States.

The *respondent* contends that at the current time, and he is supported by the Professor, that the best place for the child in question is the Arkansas School for the Deaf.

The *petitioner* contends that according to how he understands the law that potential programs as well as existing programs must be taken into consideration in providing an appropriate education in the least restricted setting.

Professor, University of Arkansas, Department of Counselor Education for the *petitioner* contends that removing the child from the family when the parents are able to relate well to the child and they want the child to be at home, that it has a negative effect on the child. She contends that when this happens that they are not going to have a maximum kind of experience. She further contends that from the evidence that she has heard tonight that the Arkansas School for the Deaf appears to be a very fine facility; however, she would pursue every avenue possible to keep the child in the home.

The *respondent* contends that the Professor has a limited background as far as dealing with institutions and hearing impairment.

The Aunt of the child in question for the *petitioner* contends that she would keep the child with the family if the child in question was hers.

A former resident of an institution for the *petitioner* contends that he would have had a much fuller life had he been able to stay in a home setting.

A Parent from an organization of the deaf and hard of hearing for the *petitioner* contends that total communication children should not be served in an oral program; however, he contends that they should be educated on a home level.

A Parent of a handicapped child from Little Rock for the *petitioner* contends that from her observation of the Arkansas School for the Deaf that there was not a great deal of integration going on in terms of deaf children there going out into the mainstream of society. She contends that there are many activities at the School for the Deaf but that they could do a lot more integration into the community. She contends that she would not send her child to the School for the Deaf not with the laws today.

The Father of the child in question for the *petitioner* contends that his daughter should not go to the Arkansas School for the Deaf because she needs to be with her family at home. He contends that a program can be started that can take care of his child's needs.

The *respondent* contends that the child in question progressed more at the School for the Deaf as compared to her present placement. The *respondent* contends that if the child is placed in Springdale that she will be in isolation and that there will be few children around that can sign

as proficiently as children at the Arkansas School for the Deaf in Little Rock.

The Mother of the child in question for the *petitioner* contends that her daughter seems happy at the Springdale School. She states that her daughter has friends she plays with in the neighborhood. She states that she takes her child roller skating, to the movies and camping. The Mother contends that she has a right as a parent to a program of total communication for the child, just as the parents have had the right for an oral program for their children. The Mother contends that a program for the deaf should be set up in the Springdale area. The Mother also felt that the School for the Deaf was a wonderful school.

DECISION AND RATIONALE

The evidence and testimony presented indicates that the Arkansas School for the Deaf is not the most appropriate placement for this child. The *petitioner* has presented persuasive evidence that the child should remain in the home and that a total communications program can be provided for the child within the Springdale Public Schools.

The testimony of the Supervisor of Special Education of the Springdale Public Schools supports the above decision; although the Supervisor feels that there should be more than one child to one teacher ratio in the class.

The Principal of the lower school for the Arkansas School for the Deaf's testimony further substantiates the decision in that her testimony indicates that it would be ideal if an appropriate program at home with mother and dad at night was available for the child.

The Superintendent of the Arkansas School for the Deaf testimony also substantiates the decision in that he agrees with the regional concept of educating the child, if it is of sufficient size and scope, and peer competition and services up and down the line can be provided.

The testimony of the Professor at the University of Arkansas with teacher training in the area of the deaf was also very persuasive and supportive of the decision. He stated that the child could be programmed in any school program or facility in a number of ways. He stated that it is possible for any school or school district to serve a child like this. He even gave a number of examples of school districts, large and small, that had classes for the deaf and that had programmed for this type of child. The Professor also stated that the ideal situation for the child was the home and a very specialized educational program, staff, facilities, and equipment. He further stated that residential placement should be avoided. He went on to testify that it would be ideal for the child to grow up in the home environment with the parents.

The *respondent* (school district) presented evidence that the Arkansas School for the Deaf was the most appropriate place for the child based upon the fact that it was the only place that provided an appropriate education (total communication approach) for the child at this time. The school district was supported by testimony from the Supervisor of Special Education for Springdale Public Schools, Superintendent of the Arkansas School for the Deaf, Superintendent of the Springdale Public Schools, Teacher Aide, Supervisor of Special Education for the Fayetteville Public Schools, Supervisor of Special Educa-

tion of the Arkansas School for the Deaf, and the Professor, University of Arkansas with responsibility of teacher training in the area of deafness. The *respondent* also presented testimony that the School for the Deaf was the least restrictive environment.

Nonetheless, the *petitioner* presented more persuasive evidence. Additionally, the Hearing Officer's decision was based upon Public Law 94-142, Section 121a.550 which states that:

> (b) Each public agency shall insure:
>
> (1) That to the maximum extent appropriate, handicapped children, including children in public or private institutions or other care facilities, are educated with children who are not handicapped, and
>
> (2) That special classes, separate schooling or removal of handicapped children from the regular educational environment occurs only when the nature and severity of the handicap is such that education in regular classes with the use of supplementary aid and services cannot be achieved satisfactorily.

It is the Hearing Officer's interpretation that based upon Public Law 94-142, Section 121a.550 and the testimony presented that the child must be educated within the regular educational environment, since the severity of the handicap is not such that education in the public schools cannot be provided satisfactorily with the use of supplementary aids and services. The Hearing Officer feels that the evidence supports the fact that the child can be educated

more appropriately and that the public school is a less restrictive environment for the child in question than would be the Arkansas School for the Deaf. It should be noted the *respondent* contends that the Arkansas School for the Deaf is the most appropriate and is the least restrictive environment for the child based upon currently existing facilities and programs. The Hearing Officer's interpretation of the law differs from the *respondent* in that the Hearing Officer's interpretation is that currently available placement options and programs do not dictate the placement decision for this child.

Additionally, it should be noted that the decision of the Hearing Officer is also supported by Public Law 94-142, Section 121a.1, in that the purpose of the law is:

> (a) To insure that all handicapped children have available to them a free appropriate public education which includes special education and related services to meet their unique needs.

It should also be noted for the record that the Hearing Officer visited the Arkansas School for the Deaf in order to gain additional background information before making a decision in this case.

It should also be noted for the record that the Hearing Officer received the official transcript of the case on November 20, 1979; thus, this caused a delay in the process.

Nonetheless, based upon relevant evidence and testimony presented, it is the Hearing Officer's decision that the child not be placed in the Arkansas School for the Deaf.

This decision can be appealed to the State Department of Education upon written notice to:

Dr. Larry Rogers, Coordinator
Arkansas Department of Education
Special Education Section
Room 111 West — Arch Ford Education Bldg.
Little Rock, Arkansas 72201

Notice of appeal must be sent within thirty calendar days from receipt of this report. Copies of all information relative to this hearing have been retained in locked storage by the State Department of Education in accordance with the confidentiality policies and procedures prescribed by the State Board of Education.

Respectfully submitted,

/s/ LaDelle Olion, Ph.D.
Impartial Hearing Officer

APPENDIX "F"

SUBCHAPTER I — GENERAL PROVISIONS

§ 1401. Definitions

As used in this chapter —

(1) The term "handicapped children" means mentally retarded, hard of hearing, deaf, speech impaired, visually handicapped, seriously emotionally disturbed, orthopedically impaired, or other health impaired children, or children with specific learning disabilities, who by reason thereof require special education and related services.

(2) The term "Commissioner" means the Commissioner of Education.

(3) The term "Advisory Committee" means the National Advisory Committee on Handicapped Children.

(4) The term "construction", except where otherwise specified means (A) erection of new or expansion of existing structures, and the acquisition and installation of equipment therefor; or (B) acquisition of existing structures not owned by any agency or institution making application for assistance under this chapter; or (C) remodeling or alteration (including the acquisition, installation, modernization, or replacement of equipment) of existing structures; or (D) acquisition of land in connection with the activities in clauses (A), (B), and (C); or (E) a combination of any two or more of the foregoing.

(5) The term "equipment" includes machinery, utilities, and built-in equipment and any necessary enclosures or structures to house them, and includes all other items necessary for the functioning of a particular facility

as a facility for the provision of educational services, including items such as instructional equipment and necessary furniture, printed, published, and audio-visual instructional materials, telecommunications, sensory, and other technological aids and devices, and books, periodicals, documents, and other related materials.

(6) The term "State" means each of the several States, the District of Columbia, the Commonwealth of Puerto Rico, Guam, American Samoa, the Virgin Islands and the Trust Territory of the Pacific Islands.

(7) The term "State educational agency" means the State board of education or other agency or officer primarily responsible for the State supervision of public elementary and secondary schools, or, if there is no such officer or agency, an officer or agency designated by the Governor or by State law.

(8) The term "local educational agency" means a public board of education or other public authority legally constituted within a State for either administrative control or direction of, or to perform a service function for, public elementary or secondary schools in a city, county, township, school district, or other political subdivision of a State, or such combination of school districts or counties as are recognized in a State as an administrative agency for its public elementary or secondary schools. Such term also includes any other public institution or agency having administrative control and direction of a public elementary or secondary school.

(9) The term "elementary school" means a day or residential school which provides elementary education, as determined under State law.

(10) The term "secondary school" means a day or residential school which provides secondary education, as determined under State law, except that it does not include any education provided beyond grade 12.

(11) The term "institution of higher education" means an educational institution in any State which —

(A) admits as regular students only individuals having a certificate of graduation from a high school, or the recognized equivalent of such a certificate;

(B) is legally authorized within such State to provide a program of education beyond high school;

(C) provides an educational program for which it awards a bachelor's degree, or provides not less than a two-year program which is acceptable for full credit toward such a degree, or offers a two-year program in engineering, mathematics, or the physical or biological sciences which is designed to prepare the student to work as a technician and at a semiprofessional level in engineering, scientific, or other technological fields which require the understanding and application of basic engineering, scientific, or mathematical principles or knowledge;

(D) is a public or other nonprofit institution; and

(E) is accredited by a nationally recognized accrediting agency or association listed by the Commissioner pursuant to this paragraph or, if not so accredited, is an institution whose credits are accepted, on transfer, by not less than three institutions which are so accredited, for credit on the same basis as if transferred from an institution so accredited: *Provided*,

however, That in the case of an institution offering a two-year program in engineering, mathematics, or the physical or biological sciences which is designed to prepare the student to work as a technician and at a semiprofessional level in engineering, scientific, or technological fields which require the understanding and application of basic engineering, scientific, or mathematical principles or knowledge, if the Commissioner determines that there is no nationally recognized accrediting agency or association qualified to accredit such institutions, he shall appoint an advisory committee, composed of persons specially qualified to evaluate training provided by such institutions, which shall prescribe the standards of content, scope, and quality which must be met in order to qualify such institutions to participate under this Act and shall also determine whether particular institutions meet such standards. For the purposes of this paragraph the Commissioner shall publish a list of nationally recognized accrediting agencies or associations which he determines to be reliable authority as to the quality of education or training offered.

(12) The term "nonprofit" as applied to a school, agency, organization, or institution means a school, agency, organization, or institution owned and operated by one or more nonprofit corporations or associations no part of the net earnings of which inures, or may lawfully inure, to the benefit of any private shareholder or individual.

(13) The term "research and related purposes" means research, research training (including the payment of stipends and allowances), surveys, or demonstrations in the field of education of handicapped children, or the

dissemination of information derived therefrom, including (but without limitation) experimental schools.

(14) The term "Secretary" means the Secretary of Health, Education, and Welfare.

(15) The term "children with specific learning disabilities" means those children who have a disorder in one or more of the basic psychological processes involved in understanding or in using language, spoken or written, which disorder may manifest itself in imperfect ability to listen, think, speak, read, write, spell, or do mathematical calculations. Such disorders include such conditions as perceptual handicaps, brain injury, minimal brain dysfunction, dyslexia, and developmental aphasia. Such term does not include children who have learning problems which are primarily the result of visual, hearing, or motor handicaps, of mental retardation, of emotional disturbance, or of environmental, cultural, or economic disadvantage.

(16) The term "special education" means specially designed instruction, at no cost to parents or guardians, to meet the unique needs of a handicapped child, including classroom instruction, instruction in physical education, home instruction, and instruction in hospitals and institutions.

(17) The term "related services" means transportation, and such developmental, corrective, and other supportive services (including speech pathology and audiology, psychological services, physical and occupational therapy, recreation, and medical and counseling services, except that such medical services shall be for diagnostic and evaluation purposes only) as may be required to assist a handicapped child to benefit from special education, and

includes the early identification and assessment of handicapping conditions in children.

(18) The term "free appropriate public education" means special education and related services which (A) have been provided at public expense, under public supervision and direction, and without charge, (B) meet the standards of the State educational agency, (C) include an appropriate preschool, elementary, or secondary school education in the State involved, and (D) are provided in conformity with the individualized education program required under section 1414(a)(5) of this title.

(19) The term "individualized education program" means a written statement for each handicapped child developed in any meeting by a representative of the local educational agency or an intermediate educational unit who shall be qualified to provide, or supervise the provision of, specially designed instruction to meet the unique needs of handicapped children, the teacher, the parents or guardian of such child, and, whenever appropriate, such child, which statement shall include (A) a statement of the present levels of educational performance of such child, (B) a statement of annual goals, including short-term instructional objectives, (C) a statement of the specific educational services to be provided to such child, and the extent to which such child will be able to participate in regular educational programs, (D) the projected date for initiation and anticipated duration of such services, and (E) appropriate objective criteria and evaluation procedures and schedules for determining, on at least an annual basis, whether instructional objectives are being achieved.

(20) The term "excess costs" means those costs which are in excess of the average annual per student expenditure in a local educational agency during the preceding school year for an elementary or secondary school student, as may be appropriate, and which shall be computed after deducting (A) amounts received under this subchapter or under title I or title VII of the Elementary and Secondary Education Act of 1965, and (B) any State or local funds expended for program which would qualify for assistance under this subchapter or under such titles.

(21) The term "native language" has the meaning given that term by section 703(a)(2) of the Bilingual Education Act.

(22) The term "intermediate educational unit" means any public authority, other than a local educational agency, which is under the general supervision of a State educational agency, which is established by State law for the purpose of providing free public education on a regional basis, and which provides special education and related services to handicapped children within that State.

Pub.L. 91-230, Title VI, §602, Apr. 13, 1970, 84 Stat. 175; Pub.L. 94-142, §4(a), Nov. 29, 1975, 89 Stat. 775.

§ 1402. Bureau for education and training of handicapped; Deputy Commissioner: appointment and compensation; Associate Deputy Commissioner and other assistants to Deputy Commissioner

(a) There shall be, within the Office of Education, a bureau for the education and training of the handicapped which shall be the principal agency in the Office of Education for administering and carrying out programs and projects relating to the education and training of the

handicapped, including programs and projects for the training of teachers of the handicapped and for research in such education and training.

(b)(1) The Bureau established under subsection (a) of this section shall be headed by a Deputy Commissioner of Education who shall be appointed by the Commissioner, who shall report directly to the Commissioner, be compensated at the rate specified for, and placed in, grade 18 of the General Schedules set forth in section 5332 of Title 5.

(2) In addition to such Deputy Commissioner, there shall be placed in such Bureau five positions for persons to assist the Deputy Commissioner in carrying out his duties, including the position of Associate Deputy Commissioner, and such positions shall be placed in grade 16 of the General Schedule set forth in section 5332 of Title 5.

Pub.L. 91-230, Title VI, §603, Apr. 13, 1970, 84 Stat. 177; Pub.L. 93-380, Title VI, §612(a), Aug. 21, 1974, 88 Stat. 579.

§ 1403. National Advisory Committee on Handicapped Children

Establishment; membership

(a) The Commissioner shall establish in the Office of Education a National Advisory Committee on Handicapped Children, consisting of fifteen members, appointed by the Commissioner. At least eight of such members shall be persons affiliated with educational, training or research programs for the handicapped.

Functions of Committee; recommendations; report to Congress; termination of Committee

(b) The Advisory Committee shall review the administration and operation of the programs authorized by

this chapter and other provisions of law administered by the Commissioner with respect to handicapped children, including their effect in improving the educational attainment of such children, and make recommendations for the improvement of such administration and operation with respect to such children. Such recommendations shall take into consideration experience gained under this and other Federal programs for handicapped children and, to the extent appropriate, experience gained under other public and private programs for handicapped children. The Advisory Committee shall from time to time make such recommendations as it may deem appropriate to the Commissioner and shall make an annual report of its findings and recommendations to the Commissioner not later than June 30 of each year. The Commissioner shall transmit each such report to the Secretary together with his comments and recommendations, and the Secretary shall transmit such report, comments, and recommendations to the Congress together with any comments or recommendations he may have with respect thereto. The Advisory Committee shall continue to exist until October 1, 1977.

§ 1404. Acquisition of equipment and construction of necessary facilities

Authorization for use of funds

(a) In the case of any program authorized by this chapter, if the Commissioner determines that such program will be improved by permitting the funds authorized for such program to be used for the acquisition of equipment and the construction of necessary facilities, he may authorize the use of such funds for such purposes.

Recovery of payments under certain conditions

(b) If within twenty years after the completion of any construction (except minor remodeling or alteration) for which funds have been paid pursuant to a grant or contract under this chapter the facility constructed ceases to be used for the purposes for which it was constructed, the United States, unless the Secretary determines that there is good cause for releasing the recipient of the funds from its obligation, shall be entitled to recover from the applicant or other owner of the facility an amount which bears the same ratio to the then value of the facility as the amount of such Federal funds bore to the cost of the portion of the facility financed with such funds. Such value shall be determined by agreement of the parties or by action brought in the United States district court for the district in which the facility is situated.

Pub.L. 91-230, Title VI, §605, Apr. 13, 1970, 84 Stat. 177.

§ 1405. Employment of handicapped individuals

The Secretary shall assure that each recipient of assistance under this chapter shall make positive efforts to employ and advance in employment qualified handicapped individuals in programs assisted under this chapter.

Pub.L. 91-230, Title VI, §606, as added Pub.L. 94-142, §6(a), Nov. 29, 1975, 89 Stat. 795.

§ 1406. Grants for removal of architectural barriers; authorization of appropriations

(a) Upon application by any State or local educational agency or intermediate educational unit the Commissioner is authorized to make grants to pay part or all of

the cost of altering existing buildings and equipment in the same manner and to the same extent as authorized by the Act approved August 12, 1968 (Public Law 90-480), relating to architectural barriers.

(b) For the purpose of carrying out the provisions of this section, there are authorized to be appropriated such sums as may be necessary.

Pub.L. 91-230, Title VI, §607, as added Pub.L. 94-142, §6(a), Nov. 29, 1975, 89 Stat. 795.

SUBCHAPTER II — ASSISTANCE FOR EDUCATION OF ALL HANDICAPPED CHILDREN

§ 1411. Entitlements and allocations

Formula for determining maximum State entitlement

(a)(1) Except as provided in paragraph (3) and in section 1419 of this title, the maximum amount of the grant to which a State is entitled under this subchapter for any fiscal year shall be equal to —

(A) the number of handicapped children aged three to twenty-one, inclusive, in such State who are receiving special education and related services;

multiplied by —

(B)(i) 5 per centum, for the fiscal year ending September 30, 1978, of the average per pupil expenditure in public elementary and secondary schools in the United States;

(ii) 10 per centum, for the fiscal year ending September 30, 1979, of the average per pupil expendi-

ture in public elementary and secondary schools in the United States;

(iii) 20 per centum, for the fiscal year ending September 30, 1980, of the average per pupil expenditure in public elementary and secondary schools in the United States;

(iv) 30 per centum, for the fiscal year ending September 30, 1981, of the average per pupil expenditure in public elementary and secondary schools in the United States; and

(v) 40 per centum, for the fiscal year ending September 30, 1982, and for each fiscal year thereafter, of the average per pupil expenditure in public elementary and secondary schools in the United States;

except that no State shall receive an amount which is less than the amount which such State received under this subchapter for the fiscal year ending September 30, 1977.

(2) For the purpose of this subsection and subsection (b) through subsection (e) of this section, the term "State" does not include Guam, American Samoa, the Virgin Islands, and the Trust Territory of the Pacific Islands.

(3) The number of handicapped children receiving special education and related services in any fiscal year shall be equal to number of such children receiving special education and related services on December 1 of the fiscal year preceding the fiscal year for which the determination is made.

(4) For purposes of paragraph (1)(B), the term "average per pupil expenditure", in the United States, means the aggregate current expenditures, during the

second fiscal year preceding the fiscal year for which the computation is made (or, if satisfactory data for such year are not available at the time of computation, then during the most recent preceding fiscal year for which satisfactory data are available) of all local educational agencies in the United States (which, for purposes of this subsection, means the fifty States and the District of Columbia), as the case may be, plus any direct expenditures by the State for operation of such agencies (without regard to the source of funds from which either of such expenditures are made), divided by the aggregate number of children in average daily attendance to whom such agencies provided free public education during such preceding year.

(5) (A) In determining the allotment of each State under paragraph (1), the Commissioner may not count —

(i) handicapped children in such State under paragraph (1) (A) to the extent the number of such children is greater than 12 per centum of the number of all children aged five to seventeen, inclusive, in such State; and

(ii) handicapped children who are counted under section 241c-1 of this title.

(B) For purposes of subparagraph (A), the number of children aged five to seventeen, inclusive, in any State shall be determined by the Commissioner on the basis of the most recent satisfactory data available to him.

Distribution and use of grant funds by States for fiscal years ending September 30, 1979, and thereafter

(c) (1) Of the funds received under subsection (a) of this section by any State for the fiscal year ending September 30, 1979, and for each fiscal year thereafter —

(A) 25 per centum of such funds may be used by such State in accordance with the provisions of paragraph (2); and

(B) except as provided in paragraph (3), 75 per centum of such funds shall be distributed by such State pursuant to subsection (d) of this section to local educational agencies and intermediate educational units in such State, for use in accordance with priorities established under section 1412(3) of this title.

(2)(A) Subject to the provisions of subparagraph (B), of the funds which any State may use under paragraph (1)(A) —

(i) an amount which is equal to the greater of —

(I) 5 per centum of the total amount of funds received under this subchapter by such State; or

(II) $300,000;

may be used by such State for administrative costs related to carrying out the provisions of sections 1412 and 1413 of this title; and

(ii) the remainder shall be used by such State to provide support services and direct services, in accordance with the priorities established under section 1412(3) of this title.

(B) The amount expended by any State from the funds available to such State under paragraph (1)(A) in any fiscal year for the provision of support services or for the provision of direct services shall be matched on a program basis by such State, from funds other than Federal funds, for the provision of support services or for the provision of direct services for the fiscal year involved.

(3) The provisions of section 1413(a)(9) of this title shall not apply with respect to amounts available for use by any State under paragraph (2).

(4)(A) No funds shall be distributed by any State under this subsection in any fiscal year to any local educational agency or intermediate educational unit in such State if —

(i) such local educational agency or intermediate educational unit is entitled, under subsection (d) of this section, to less than $7,500 for such fiscal year; or

(ii) such local educational agency or intermediate educational unit has not submitted an application for such funds which meets the requirements of section 1414 of this title.

(B) Whenever the provisions of subparagraph (A) apply, the State involved shall use such funds to assure the provision of a free appropriate education to handicapped children residing in the area served by such local educational agency or such intermediate educational unit. The provisions of paragraph (2)(B) shall not apply to the use of such funds.

Allocation of funds within States to local educational agencies and intermediate educational units

(d) From the total amount of funds available to local educational agencies and intermediate educational units in any State under subsection (b)(1)(B) or subsection (c)(1)(B) of this section, as the case may be, each local educational agency or intermediate educational unit shall be entitled to an amount which bears the same ratio to the total amount available under subsection (b)(1)(B) or subsection (c)(1)(B) of this section, as the case may be, as the

number of handicapped children aged three to twenty-one, inclusive, receiving special education and related services in such local educational agency or intermediate educational unit bears to the aggregate number of handicapped children aged three to twenty-one, inclusive, receiving special education and related services in all local educational agencies and intermediate educational units which apply to the State educational agency involved for funds under this subchapter.

Territories and possessions

(e)(1) The jurisdictions to which this subsection applies are Guam, American Samoa, the Virgin Islands, and the Trust Territory of the Pacific Islands.

(2) Each jurisdiction to which this subsection applies shall be entitled to a grant for the purposes set forth in section 601(c) in an amount equal to an amount determined by the Commissioner in accordance with criteria based on respective needs, except that the aggregate of the amount to which such jurisdictions are so entitled for any fiscal year shall not exceed an amount equal to 1 per centum of the aggregate of the amounts available to all States under this subchapter for that fiscal year. If the aggregate of the amounts, determined by the Commissioner pursuant to the preceding sentence, to be so needed for any fiscal year exceeds an amount equal to such 1 per centum limitation, the entitlement of each such jurisdiction shall be reduced proportionately until such aggregate does not exceed such 1 per centum limitation.

(3) The amount expended for administration by each jurisdiction under this subsection shall not exceed 5 per centum of the amount alloted to such jurisdiction for any fiscal year, or $35,000, whichever is greater.

Indian reservations

(f) (1) The Commissioner is authorized to make payments to the Secretary of the Interior according to the need for such assistance for the education of handicapped children on reservations serviced by elementary and secondary schools operated for Indian children by the Department of the Interior. The amount of such payment for any fiscal year shall not exceed 1 per centum of the aggregate amounts available to all States under this subchapter for that fiscal year.

(2) The Secretary of the Interior may receive an allotment under this subsection only after submitting to the Commissioner an application which meets the applicable requirements of section 1414(a) of this title and which is approved by the Commissioner. The provisions of section 1416 of this title shall apply to any such application.

Reductions or increases

(g) (1) If the sums appropriated for any fiscal year for making payments to States under this subchapter are not sufficient to pay in full the total amounts which all states are entitled to receive under this subchapter for such fiscal year, the maximum amounts which all States are entitled to receive under this subchapter for such fiscal year shall be ratably reduced. In case additional funds become available for making such payments for any fiscal year during which the preceding sentence is applicable, such reduced amounts shall be increased on the same basis as they were reduced.

(2) In the case of any fiscal year in which the maximum amounts for which States are eligible have been

reduced under the first sentence of paragraph (1), and in which additional funds have not been made available to pay in full the total of such maximum amounts under the last sentence of such paragraph, the State educational agency shall fix dates before which each local educational agency or intermediate educational unit shall report to the State educational agency on the amount of funds available to the local educational agency or intermediate educational unit, under the provisions of subsection (d) of this section, which it estimates that it will expend in accordance with the provisions of this subchapter. The amounts so available to any local educational agency or intermediate educational unit, or any amount which would be available to any other local educational agency or intermediate educational unit if it were to submit a program meeting the requirements of this subchapter, which the State educational agency determines will not be used for the period of its availability, shall be available for allocation to those local educational agencies or intermediate educational units, in the manner provided by this section, which the State educational agency determines will need and be able to use additional funds to carry out approved programs.

Pub.L. 91-230, Title VI, §611, Apr. 13, 1970, 84 Stat. 178; Pub.L. 93-380, Title VI, §614(a), (e)(1), (2), Aug. 21, 1974, 88 Stat. 580, 582; Pub.L. 94-142, §§2(a)(1)-(3), 5(a), (c), Nov. 29, 1975, 89 Stat. 773, 776, 794.

§ 1412. Eligibility requirements

In order to qualify for assistance under this subchapter in any fiscal year, a State shall demonstrate to the Commissioner that the following conditions are met:

(1) The State has in effect a policy that assures all handicapped children the right to a free appropriate public education.

(2) The State has developed a plan pursuant to section 1413(b) of this title in effect prior to November 29, 1975, and submitted not later than August 21, 1975, which will be amended so as to comply with the provisions of this paragraph. Each such amended plan shall set forth in detail the policies and procedures which the State will undertake or has undertaken in order to assure that —

(A) there is established (i) a goal of providing full educational opportunity to all handicapped children, (ii) a detailed timetable for accomplishing such a goal, and (iii) a description of the kind and number of facilities, personnel, and services necessary throughout the State to meet such a goal;

(B) a free appropriate public education will be available for all handicapped children between the ages of three and eighteen within the State not later than September 1, 1978, and for all handicapped children between the ages of three and twenty-one within the State not later than September 1, 1980, except that, with respect to handicapped children aged three to five and aged eighteen to twenty-one, inclusive, the requirements of this clause shall not be applied in any State if the application of such requirements would be inconsistent with State law or practice, or the order of any court, respecting public education within such age groups in the State;

(C) all children residing in the State who are handicapped, regardless of the severity of their handi-

cap, and who are in need of special education and related services are identified, located, and evaluated, and that a practical method is developed and implemented to determine which children are currently receiving needed special education and related services and which children are not currently receiving needed special education and related services;

(D) policies and procedures are established in accordance with detailed criteria prescribed under section 1417(c) of this title; and

(E) the amendment to the plan submitted by the State required by this section shall be available to parents, guardians, and other members of the general public at least thirty days prior to the date of submission of the amendment to the Commissioner.

(3) The State has established priorities for providing a free appropriate public education to all handicapped children, which priorities shall meet the timetables set forth in clause (B) of paragraph (2) of this section, first with respect to handicapped children who are not receiving an education, and second with respect to handicapped children, within each disability, with the most severe handicaps who are receiving an inadequate education, and has made adequate progress in meeting the timetables set forth in clause (B) of paragraph (2) of this section.

(4) Each local educational agency in the State will maintain records of the individualized education program for each handicapped child, and such program shall be established, reviewed, and revised as provided in section 1414(a)(5) of this title.

(5) The State has established (A) procedural safeguards as required by section 1415 of this title, (B) procedures to assure that, to the maximum extent appropriate, handicapped children, including children in public or private institutions or other care facilities, are educated with children who are not handicapped, and that special classes, separate schooling, or other removal of handicapped children from the regular educational environment occurs only when the nature or severity of the handicap is such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily, and (C) procedures to assure that testing and evaluation materials and procedures utilized for the purposes of evaluation and placement of handicapped children will be selected and administered so as not to be racially or culturally discriminatory. Such materials or procedures shall be provided and administered in the child's native language or mode of communication, unless it clearly is not feasible to do so, and no single procedure shall be the sole criterion for determining an appropriate educational program for a child.

(6) The State educational agency shall be responsible for assuring that the requirements of this subchapter are carried out and that all educational programs for handicapped children within the State, including all such programs administered by any other State or local agency, will be under the general supervision of the persons responsible for educational programs for handicapped children in the State educational agency and shall meet educational standards of the State educational agency.

(7) The State shall assure that (A) in carrying out the requirements of this section procedures are established

for consultation with individuals involved in or concerned with the education of handicapped children, including handicapped individuals and parents or guardians of handicapped children, and (B) there are public hearings, adequate notice of such hearings, and an opportunity for comment available to the general public prior to adoption of the policies, programs, and procedures required pursuant to the provisions of this section and section 1413 of this title.

Pub.L. 91-230, Title VI, §612, Apr. 13, 1970, 84 Stat. 178; Pub.L. 92-318, Title IV, §421(b)(1)(C), June 23, 1972, 86 Stat. 341; Pub.L. 93-380, Title VI, §§614(b), (f)(1), 615(a), Title VIII, §843(b), Aug. 21, 1974, 88 Stat. 581, 582, 611; Pub.L. 94-142, §§2(a)(4), (c), (d), 5(a), Nov. 29, 1975, 89 Stat. 773, 774, 780.

§ 1413. State plans

Requisite features

(a) Any State meeting the eligibility requirements set forth in section 1412 of this title and desiring to participate in the program under this subchapter shall submit to the Commissioner, through its State educational agency, a State plan at such time, in such manner, and containing or accompanied by such information, as he deems necessary. Each such plan shall —

(1) set forth policies and procedures described to assure that funds paid to the State under this subchapter will be expended in accordance with the provisions of this subchapter, with particular attention given to the provisions of sections 1411(b), 1411(c), 1411(d), 1412(2), and 1412(3) of this title;

(2) provide that programs and procedures will be established to assure that funds received by the

State or any of its political subdivisions under any other Federal program, including section 241c-1 of this title, section 844a(b)(8) of this title or its successor authority, and section 1262(a)(4)(B) of this title, under which there is specific authority for the provision of assistance for the education of handicapped children, will be utilized by the State, or any of its political subdivisions, only in a manner consistent with the goal of providing a free appropriate public education for all handicapped children, except that nothing in this clause shall be construed to limit the specific requirements of the laws governing such Federal programs;

(3) set forth, consistent with the purposes of this chapter, a description of programs and procedures for (A) the development and implementation of a comprehensive system of personnel development which shall include the inservice training of general and special educational instructional and support personnel, detailed procedures to assure that all personnel necessary to carry out the purposes of this chapter are appropriately and adequately prepared and trained, and effective procedures for acquiring and disseminating to teachers and administrators of programs for handicapped children significant information derived from educational research, demonstration, and similar projects, and (B) adopting, where appropriate, promising educational practices and materials development through such projects;

(4) set forth policies and procedures to assure —

(A) that, to the extent consistent with the number and location of handicapped children in the State who are enrolled in private elementary

and secondary schools, provision is made for the participation of such children in the program assisted or carried out under this subchapter by providing for such children special education and related services; and

(B) that (i) handicapped children in private schools and facilities will be provided special education and related services (in conformance with an individualized educational program as required by this subchapter) at no cost to their parents or guardian, if such children are placed in or referred to such schools or facilities by the State or appropriate local educational agency as the means of carrying out the requirements of this subchapter or any other applicable law requiring the provision of special education and related services to all handicapped children within such State, and (ii) in all such instances the State educational agency shall determine whether such schools and facilities meet standards that apply to State and local educational agencies and that children so served have all the rights they would have if served by such agencies;

(5) set forth policies and procedures which assure that the State shall seek to recover any funds made available under this subchapter for services to any child who is determined to be erroneously classified as eligible to be counted under section 1411(a) or 1411(d) of this title;

(6) provide satisfactory assurance that the control of funds provided under this subchapter, and title

to property derived therefrom, shall be in a public agency for the uses and purposes provided in this subchapter, and that a public agency will administer such funds and property;

(7) provide for (A) making such reports in such form and containing such information as the Commissioner may require to carry out his functions under this subchapter, and (B) keeping such records and affording such access thereto as the Commissioner may find necessary to assure the correctness and verification of such reports and proper disbursement of Federal funds under this subchapter;

(8) provide procedures to assure that final action with respect to any application submitted by a local educational agency or an intermediate educational unit shall not be taken without first affording the local educational agency or intermediate educational unit involved reasonable notice and opportunity for a hearing;

(9) provide satisfactory assurance that Federal funds made available under this subchapter (A) will not be commingled with State funds, and (B) will be so used as to supplement and increase the level of State and local funds expended for the education of handicapped children and in no case to supplant such State and local funds, except that, where the State provides clear and convincing evidence that all handicapped children have available to them a free appropriate public education, the Commissioner may waive in part the requirement of this clause if he concurs with the evidence provided by the State;

(10) provide, consistent with procedures prescribed pursuant to section 1417(a)(2) of this title, satisfactory assurance that such fiscal control and fund accounting procedures will be adopted as may be necessary to assure proper disbursement of, and accounting for, Federal funds paid under this subchapter to the State, including any such funds paid by the State to local educational agencies and intermediate educational units;

(11) provide for procedures for evaluation at least annually of the effectiveness of programs in meeting the educational needs of handicapped children (including evaluation of individualized education programs), in accordance with such criteria that the Commissioner shall prescribe pursuant to section 1417 of this title; and

(12) provide that the State has an advisory panel appointed by the Governor or any other official authorized under State law to make such appointments, composed of individuals involved in or concerned with the education of handicapped children, including handicapped individuals, teachers, parents or guardians of handicapped children, State and local education officials, and administrators of programs for handicapped children, which (A) advises the State educational agency of unmet needs within the State in the education of handicapped children, (B) comments publicly on any rules or regulations proposed for issuance by the State regarding the education of handicapped children and the procedures for distribution of funds under this subchapter, and (C) assists the State in developing and reporting such data and evaluations as may assist

the Commissioner in the performance of his responsibilities under section 1418 of this title.

Additional assurances

(b) Whenever a State educational agency provides free appropriate public education for handicapped children, or provides direct services to such children, such State educational agency shall include, as part of the State plan required by subsection (a) of this section, such additional assurances not specified in such subsection (a) of this section as are contained in section 1414(a) of this title, except that funds available for the provision of such education or services may be expended without regard to the provisions relating to excess costs in section 1414(a) of this title.

Notice and hearing prior to disapproval of plan

(c) The Commissioner shall approve any State plan and any modification thereof which —

(1) is submitted by a State eligible in accordance with section 1412 of this title; and

(2) meets the requirements of subsection (a) and subsection (b) of this section.

The Commissioner shall disapprove any State plan which does not meet the requirements of the preceding sentence, but shall not finally disapprove a State plan except after reasonable notice and opportunity for a hearing to the State.

Pub.L. 91-230, Title VI, §613, Apr. 13, 1970, 84 Stat. 179; Pub.L. 93-380, Title VI, §§614(c), (d), 615(b), (c), Title VIII, §843(b)(2), Aug. 21, 1974, 88 Stat. 581, 583, 611; Pub.L. 94-142, §§2(b)(3), 5(a), Nov. 29, 1975, 89 Stat. 774, 782.

§ 1414. Application

Requisite features

(a) A local educational agency or an intermediate educational unit which desires to receive payments under section 1411(d) of this title for any fiscal year shall submit an application to the appropriate State educational agency. Such application shall —

(1) provide satisfactory assurance that payments under this subchapter will be used for excess costs directly attributable to programs which —

(A) provide that all children residing within the jurisdiction of the local educational agency or the intermediate educational unit who are handicapped, regardless of the severity of their handicap, and are in need of special education and related services will be identified, located, and evaluated, and provide for the inclusion of a practical method of determining which children are currently receiving needed special education and related services and which children are not currently receiving such education and services;

(B) establish policies and procedures in accordance with detailed criteria prescribed under section 1417(c) of this title;

(C) establish a goal of providing full educational opportunities to all handicapped children, including —

(i) procedures for the implementation and use of the comprehensive system of personnel development established by the State

educational agency under section 1413(a)(3) of this title;

(ii) the provision of, and the establishment of priorities for providing, a free appropriate public education to all handicapped children, first with respect to handicapped children who are not receiving an education, and second with respect to handicapped children, within each disability, with the most severe handicaps who are receiving an inadequate education;

(iii) the participation and consultation of the parents or guardian of such children; and

(iv) to the maximum extent practicable and consistent with the provisions of section 1412(5)(B) of this title, the provision of special services to enable such children to participate in regular educational programs;

(D) establish a detailed timetable for accomplishing the goal described in subclause (C); and

(E) provide a description of the kind and number of facilities, personnel, and services necessary to meet the goal described in subclause (C);

(2) provide satisfactory assurance that (A) the control of funds provided under this subchapter, and title to property derived from such funds, shall be in a public agency for the uses and purposes provided in this subchapter, and that a public agency will adminis-

ter such funds and property, (B) Federal funds expended by local educational agencies and intermediate educational units for programs under this subchapter (i) shall be used to pay only the excess costs directly attributable to the education of handicapped children, and (ii) shall be used to supplement and, to the extent practicable, increase the level of State and local funds expended for the education of handicapped children, and in no case to supplant such State and local funds, and (C) State and local funds will be used in the jurisdiction of the local educational agency or intermediate educational unit to provide services in program areas which, taken as a whole, are at least comparable to services being provided in areas of such jurisdiction which are not receiving funds under this subchapter;

(3) (A) provide for furnishing such information (which, in the case of reports relating to performance, is in accordance with specific performance criteria related to program objectives), as may be necessary to enable the State educational agency to perform its duties under this subchapter, including information relating to the educational achievement of handicapped children participating in programs carried out under this subchapter; and

(B) provide for keeping such records, and provide for affording such access to such records, as the State educational agency may find necessary to assure the correctness and verification of such information furnished under subclause (A);

(4) provide for making the application and all pertinent documents related to such application avail-

able to parents, guardians, and other members of the general public, and provide that all evaluations and reports required under clause (3) shall be public information;

(5) provide assurances that the local educational agency or intermediate educational unit will establish, or revise, whichever is appropriate, an individualized education program for each handicapped child at the beginning of each school year and will then review and, if appropriate revise, its provisions periodically, but not less than annually;

(6) provide satisfactory assurance that policies and programs established and administered by the local educational agency or intermediate educational unit shall be consistent with the provisions of paragraph (1) through paragraph (7) of section 1412 and section 1413(a) of this title; and

(7) provide satisfactory assurance that the local educational agency or intermediate educational unit will establish and maintain procedural safeguards in accordance with the provisions of Sections 1412(5)(B), 1412(5)(C), and 1415 of this title.

Approval by State educational agencies of applications submitted by local educational agencies or intermediate educational units; notice and hearing

(b)(1) A State educational agency shall approve any application submitted by a local educational agency or an intermediate educational unit under subsection (a) of this section if the State educational agency determines that such application meets the requirements of subsection (a)

of this section, except that no such application may be approved until the State plan submitted by such State educational agency under subsection (a) of this section is approved by the Commissioner under section 1413(c) of this title. A State educational agency shall disapprove any application submitted by a local educational agency or an intermediate educational unit under subsection (a) of this section if the State educational agency determines that such application does not meet the requirements of subsection (a) of this section.

(2)(A) Whenever a State educational agency, after reasonable notice and opportunity for a hearing, finds that a local educational agency or an intermediate educational unit, in the administration of an application approved by the State educational agency under paragraph (1), has failed to comply with any requirement set forth in such application, the State educational agency, after giving appropriate notice to the local educational agency or the intermediate educational unit, shall —

(i) make no further payments to such local educational agency or such intermediate educational unit under section 1420 of this title until the State educational agency is satisfied that there is no longer any failure to comply with the requirement involved; or

(ii) take such finding into account in its review of any application made by such local educational agency or such intermediate educational unit under subsection (a) of this section.

(B) The provisions of the last sentence of section 1416(a) of this title shall apply to any local educational agency or any intermediate educational unit receiving any

notification from a State educational agency under this paragraph.

(3) In carrying out its functions under paragraph (1), each State educational agency shall consider any decision made pursuant to a hearing held under section 1415 of this title which is adverse to the local educational agency or intermediate educational unit involved in such decision.

Consolidated applications

(c)(1) A State educational agency may, for purposes of the consideration and approval of applications under this section, require local educational agencies to submit a consolidated application for payments if such State educational agency determines that any individual application submitted by any such local educational agency will be disapproved because such local educational agency is ineligible to receive payments because of the application of section 1411(c)(4)(A)(i) of this title or such local educational agency would be unable to establish and maintain programs of sufficient size and scope to effectively meet the educational needs of handicapped children.

(2)(A) In any case in which a consolidated application of local educational agencies is approved by a State educational agency under paragraph (1), the payments which such local educational agencies may receive shall be equal to the sum of payments to which each such local educational agency would be entitled under section 1411 (d) of this title if an individual application of any such local educational agency had been approved.

(B) The State educational agency shall prescribe rules and regulations with respect to consolidated applications submitted under this subsection which are consistent

with the provisions of paragraph (1) through paragraph (7) of section 1412 and section 1413(a) of this title and which provide participating local educational agencies with joint responsibilities for implementing programs receiving payments under this subchapter.

(C) In any case in which an intermediate educational unit is required pursuant to State law to carry out the provisions of this subchapter, the joint responsibilities given to local educational agencies under subparagraph (B) shall not apply to the administration and disbursement of any payments received by such intermediate educational unit. Such responsibilities shall be carried out exclusively by such intermediate educational unit.

Special education and related services provided directly by State educational agencies; regional or State centers

(d) Whenever a State educational agency determines that a local educational agency —

(1) is unable or unwilling to establish and maintain programs of free appropriate public education which meet the requirements established in subsection (a) of this section;

(2) is unable or unwilling to be consolidated with other local educational agencies in order to establish and maintain such programs; or

(3) has one or more handicapped children who can best be served by a regional or State center designed to meet the needs of such children;

the State educational agency shall use the payments which would have been available to such local educational agency

to provide special education and related services directly to handicapped children residing in the area served by such local educational agency. The State educational agency may provide such education and services in such manner, and at such locations (including regional or State centers), as it considers appropriate, except that the manner in which such education and services are provided shall be consistent with the requirements of this subchapter.

Reallocation of funds

(e) Whenever a State educational agency determines that a local educational agency is adequately providing a free appropriate public education to all handicapped children residing in the area served by such agency with State and local funds otherwise available to such agency, the State educational agency may reallocate funds (or such portion of those funds as may not be required to provide such education and services) made available to such agency, pursuant to section 1411(d) of this title, to such other local educational agencies within the State as are not adequately providing special education and related services to all handicapped children residing in the areas served by such other local educational agencies.

Programs using State or local funds

(f) Notwithstanding the provisions of subsection (a)(2)(B)(ii) of this section, any local educational agency which is required to carry out any program for the education of handicapped children pursuant to a State law shall be entitled to receive payments under section 1411(d) of this title for use in carrying out such program, except that such payments may not be used to reduce the level of expenditures for such program made by such local

educational agency from State or local funds below the level of such expenditures for the fiscal year prior to the fiscal year for which such local educational agency seeks such payments.

Pub.L. 91-230, Title VI, §614, Apr. 13, 1970, 84 Stat. 181; Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 784.

§ 1415. Procedural safeguards

Establishment and maintenance

(a) Any State educational agency, any local educational agency, and any intermediate educational unit which which receives assistance under this subchapter shall establish and maintain procedures in accordance with subsection (b) through subsection (e) of this section to assure that handicapped children and their parents or guardians are guaranteed procedural safeguards with respect to the provision of free appropriate public education by such agencies and units.

Required procedures; hearing

(b)(1) The procedures required by this section shall include, but shall not be limited to —

(A) an opportunity for the parents or guardian of a handicapped child to examine all relevant records with respect to the identification, evaluation, and educational placement of the child, and the provision of a free appropriate public education to such child, and to obtain an independent educational evaluation of the child;

(B) procedures to protect the rights of the child whenever the parents or guardian of the child are not

known, unavailable, or the child is a ward of the State, including the assignment of an individual (who shall not be an employee of the State educational agency, local educational agency, or intermediate educational unit involved in the education or care of the child) to act as a surrogate for the parents or guardian;

(C) written prior notice to the parents or guardian of the child whenever such agency or unit —

(i) proposes to initiate or change, or

(ii) refuses to initiate or change,

the identification, evaluation, or educational placement of the child or the provision of a free appropriate public education to the child;

(D) procedures designed to assure that the notice required by clause (C) fully inform the parents or guardian, in the parents' or guardian's native language, unless it clearly is not feasible to do so, of all procedures available pursuant to this section; and

(E) an opportunity to present complaints with respect to any matter relating to the identification, evaluation, or educational placement of the child, or the provision of a free appropriate public education to such child.

(2) Whenever a complaint has been received under paragraph (1) of this subsection, the parents or guardian shall have an opportunity for an impartial due process hearing which shall be conducted by the State educational agency or by the local educational agency or intermediate educational unit, as determined by State law or by the State educational agency. No hearing conducted pursuant

to the requirements of this paragraph shall be conducted by an employee of such agency or unit involved in the education or care of the child.

Review of local decisions by State educational agency

(c) If the hearing required in paragraph (2) of subsection (b) of this section is conducted by a local educational agency or an intermediate educational unit, any party aggrieved by the findings and decision rendered in such a hearing may appeal to the State educational agency which shall conduct an impartial review of such hearing. The officer conducting such review shall make an independent decision upon completion of such review.

Enumeration of rights accorded parties to hearings

(d) Any party to any hearing conducted pursuant to subsections (b) and (c) of this section shall be accorded (1) the right to be accompanied and advised by counsel and by individuals with special knowledge or training with respect to the problems of handicapped children, (2) the right to present evidence and confront, cross-examine, and compel the attendance of witnesses, (3) the right to a written or electronic verbatim record of such hearing, and (4) the right to written findings of fact and decisions (which findings and decisions shall also be transmitted to the advisory panel established pursuant to section 1413 (a) (12) of this title).

Civil action; jurisdiction

(e) (1) A decision made in a hearing conducted pursuant to paragraph (2) of subsection (b) of this section shall be final, except that any party involved in such hearing may appeal such decision under the provisions of subsection (c) and paragraph (2) of this subsection. A

decision made under subsection (c) of this section shall be final, except that any party may bring an action under paragraph (2) of this subsection.

(2) Any party aggrieved by the findings and decision made under subsection (b) of this section who does not have the right to an appeal under subsection (c) of this section, and any party aggrieved by the findings and decision under subsection (c) of this section, shall have the right to bring a civil action with respect to the complaint presented pursuant to this section, which action may be brought in any State court of competent jurisdiction or in a district court of the United States without regard to the amount in controversy. In any action brought under this paragraph the court shall receive the records of the administrative proceedings, shall bear additional evidence at the request of a party, and, basing its decision on the preponderance of the evidence, shall grant such relief as the court determines is appropriate.

(3) During the pendency of any proceedings conducted pursuant to this section, unless the State or local educational agency and the parents or guardian otherwise agree, the child shall remain in the then current educational placement of such child, or, if applying for initial admission to a public school, shall, with the consent of the parents or guardian, be placed in the public school program until all such proceedings have been completed.

(4) The district courts of the United States shall have jurisdiction of actions brought under this subsection without regard to the amount in controversy.

Pub.L. 91-230, Title VI, §615, as added Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 788.

§ 1416. Withholding of payments; judicial review

(a) Whenever the Commissioner, after reasonable notice and opportunity for hearing to the State educational agency involved (and to any local educational agency or intermediate educational unit affected by any failure described in clause (2)), finds —

(1) that there has been a failure to comply substantially with any provision of section 1412 or section 1413 of this title, or

(2) that in the administration of the State plan there is a failure to comply with any provision of this subchapter or with any requirements set forth in the application of a local educational agency or intermediate educational unit approved by the State educational agency pursuant to the State plan,

the Commissioner (A) shall, after notifying the State educational agency, withhold any further payments to the State under this subchapter, and (B) may, after notifying the State educational agency, withhold further payments to the State under the Federal programs specified in section 1413(a)(2) of this title within his jurisdiction, to the extent that funds under such programs are available for the provision of assistance for the education of handicapped children. If the Commissioner withholds further payments under clause (A) or clause (B) he may determine that such withholding will be limited to programs or projects under the State plan, or portions thereof, affected by the failure, or that the State educational agency shall not make further payments under this subchapter to specified local educational agencies or intermediate educational units affected by the failure. Until the Commissioner is satisfied

that there is no longer any failure to comply with the provisions of this subchapter, as specified in clause (1) or clause (2), no further payments shall be made to the State under this subchapter or under the Federal programs specified in section 1413(a)(2) of this title within his jurisdiction to the extent that funds under such programs are available for the provision of assistance for the education of handicapped children, or payments by the State educational agency under this subchapter shall be limited to local educational agencies and intermediate educational units whose actions did not cause or were not involved in the failure, as the case may be. Any State educational agency, local educational agency, or intermediate educational unit in receipt of a notice pursuant to the first sentence of this subsection shall, by means of a public notice, take such measures as may be necessary to bring the pendency of an action pursuant to this subsection to the attention of the public within the jurisdiction of such agency or unit.

(b)(1) If any State is dissatisfied with the Commissioner's final action with respect to its State plan submitted under section 1413 of this title, such State may, within sixty days after notice of such action, file with the United States court of appeals for the circuit in which such State is located a petition for review of that action. A copy of the petition shall be forthwith transmitted by the clerk of the court to the Commissioner. The Commissioner thereupon shall file in the court the record of the proceedings on which he based his action, as provided in section 2112 of Title 28.

(2) The findings of fact by the Commissioner, if supported by substantial evidence, shall be conclusive; but the court, for good cause shown, may remand the case to the Commissioner to take further evidence, and the Com-

missioner may thereupon make new or modified findings of fact and may modify his previous action, and shall file in the court the record of the further proceedings. Such new or modified findings of fact shall likewise be conclusive if supported by substantial evidence.

(3) Upon the filing of such petition, the court shall have jurisdiction to affirm the action of the Commissioner or to set it aside, in whole or in part. The judgment of the court shall be subject to review by the Supreme Court of the United States upon certiorari or certification as provided in section 1254 of Title 28.

Pub.L. 91-230, Title VI, §616, as added Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 789.

§ 1417. Administration

Duties of Commissioner

(a)(1) In carrying out his duties under this subchapter, the Commissioner shall —

(A) cooperate with, and furnish all technical assistance necessary, directly or by grant or contract, to the States in matters relating to the education of handicapped children and the execution of the provisions of this subchapter;

(B) provide such short-term training programs and institutes as are necessary;

(C) disseminate information, and otherwise promote the education of all handicapped children within the States; and

(D) assure that each State shall, within one year after November 29, 1975, provide certification of the

actual number of handicapped children receiving special education and related services in such State.

(2) As soon as practicable after November 29, 1975, the Commissioner shall, by regulation, prescribe a uniform financial report to be utilized by State educational agencies in submitting State plans under this subchapter in order to assure equity among the States.

Rules and regulations

(b) In carrying out the provisions of this subchapter, the Commissioner (and the Secretary, in carrying out the provisions of subsection (c) of this section) shall issue, not later than January 1, 1977, amend, and revoke such rules and regulations as may be necessary. No other less formal method of implementing such provisions is authorized.

Protection of rights and privacy of parents and students

(c) The Secretary shall take appropriate action, in accordance with the provisions of section 1232g of this title, to assure the protection of the confidentiality of any personally identifiable data, information, and records collected or maintained by the Commissioner and by State and local educational agencies pursuant to the provisions of this subchapter.

Hiring of qualified personnel

(d) The Commissioner is authorized to hire qualified personnel necessary to conduct data collection and evaluation activities required by subsections (b), (c) and (d) of section 1418 of this title and to carry out his duties under subsection (a)(1) of this section without regard to the provisions of Title 5 relating to appointments in the com-

petitive service and without regard to chapter 51 and subchapter III of chapter 53 of such title relating to classification and general schedule pay rates except that no more than twenty such personnel shall be employed at any time.

Pub.L. 91-230, Title VI, §617, as added Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 791.

§ 1418. Evaluation

Duty of Commissioner

(a) The Commissioner shall measure and evaluate the impact of the program authorized under this subchapter and the effectiveness of State efforts to assure the free appropriate public education of all handicapped children.

Studies and investigations

(b) The Commissioner shall conduct, directly or by grant or contract, such studies, investigations, and evaluations as are necessary to assure effective implementation of this subchapter. In carrying out his responsibilities under this section the Commissioner shall —

(1) through the National Center for Education Statistics provide to the appropriate committees of each House of the Congress and to the general public at least annually, and shall update at least annually, programmatic information concerning programs and projects assisted under this subchapter and other Federal programs supporting the education of handicapped children, and such information from the State local educational agencies and other appropriate sources necessary for the implementation of this subchapter, including —

(A) the number of handicapped children in each State, within each disability, who require special education and related services;

(B) the number of handicapped children in each State, within each disability, receiving a free appropriate public education and the number of handicapped children who need and are not receiving a free appropriate public education in each such State;

(C) the number of handicapped children in each State, within each disability, who are participating in regular educational programs, consistent with the requirements of sections 1412(5)(B) and section 1414(a)(1)(C)(iv) of this title, and the number of handicapped children who have been placed in separate classes or separate school facilities, or who have been otherwise removed from the regular education environment;

(D) the number of handicapped children who are enrolled in public or private institutions in each State and who are receiving a free appropriate public education, and the number of handicapped children who are in such institutions and who are not receiving a free appropriate public education;

(E) the amount of Federal, State, and local expenditures in each State specifically available for special education and related services; and

(F) the number of personnel, by disability category, employed in the education of handicapped children, and the estimated number of addi-

tional personnel needed to adequately carry out the policy established by this chapter; and

(2) provide for the evaluation of programs and projects assisted under this subchapter through —

(A) the development of effective methods and procedures for evaluation;

(B) the testing and validation of such evaluation methods and procedures; and

(C) conducting actual evaluation studies designed to test the effectiveness of such programs and projects.

Data sample

(c) In developing and furnishing information under subclause (E) of clause (1) of subsection (b) of this section, the Commissioner may base such information upon a sampling of data available from State agencies, including the State educational agencies, and local educational agencies.

Annual reports to congressional committees

(d)(1) Not later than one hundred twenty days after the close of each fiscal year, the Commissioner shall transmit to the appropriate committees of each House of the Congress a report on the progress being made toward the provision of free appropriate public education to all handicapped children, including a detailed description of all evaluation activities conducted under subsection (b) of this section.

(2) The Commissioner shall include in each such report —

(A) an analysis and evaluation of the effectiveness of procedures undertaken by each State

educational agency, local educational agency, and intermediate educational unit to assure that handicapped children receive special education and related services in the least restrictive environment commensurate with their needs and to improve programs of instruction for handicapped children in day or residential facilities;

(B) any recommendations for change in the provisions of this subchapter, or any other Federal law providing support for the education of handicapped children; and

(C) an evaluation of the effectiveness of the procedures undertaken by each such agency or unit to prevent erroneous classification of children as eligible to be counted under section 1411 of this title, including actions undertaken by the Commissioner to carry out provisions of this chapter relating to such erroneous classification.

In order to carry out such analyses and evaluations, the Commissioner shall conduct a statistically valid survey for assessing the effectiveness of individualized educational programs.

Authorization of appropriations

(e) There are authorized to be appropriated for each fiscal year such sums as may be necessary to carry out the provisions of this section.

Pub.L. 91-230, Title VI, §618, as added Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 791.

§ 1419. Incentive grants

Authority to make grants

(a) The Commissioner shall make a grant to any State which —

(1) has met the eligibility requirements of section 1412 of this title;

(2) has a State plan approved under section 1413 of this title; and

(3) provides special education and related services to handicapped children aged three to five, inclusive, who are counted for the purposes of section 1411(a)(1)(A) of this title.

The maximum amount of the grant for each fiscal year which a State may receive under this section shall be $300 for each such child in that State.

Application

(b) Each State which —

(1) has met the eligibility requirements of section 1412 of this title,

(2) has a State plan approved under section 1413 of this title, and

(3) desires to receive a grant under this section,

shall make an application to the Commissioner at such time, in such manner, and containing or accompanied by such information, as the Commissioner may reasonably require.

Payment

(c) The Commissioner shall pay to each State having an application approved under subsection (b) of this section the amount to which the State is entitled under this section, which amount shall be used for the purpose of providing the services specified in clause (3) of subsection (a) of this section.

Ratable reduction or increase of payments

(d) If the sums appropriated for any fiscal year for making payments to States under this section are not sufficient to pay in full the maximum amounts which all States may receive under this subchapter for such fiscal year, the maximum amounts which all States may receive under this subchapter for such fiscal year shall be ratably reduced. In case additional funds become available for making such payments for any fiscal year during which the preceding sentence is applicable, such reduced amounts shall be increased on the same basis as they were reduced.

Authorization of appropriations

(e) In addition to the sums necessary to pay the entitlements under section 1411 of this title, there are authorized to be appropriated for each fiscal year such sums as may be necessary to carry out the provisions of this section.

Pub.L. 91-230, Title VI, §619, as added Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 793.

§ 1420. Payments

(a) The Commissioner shall make payments to each State in amounts which the State educational agency of such State is eligible to receive under the subchapter. Any

State educational agency receiving payments under this subsection shall distribute payments to the local educational agencies and intermediate educational units of such State in amounts which such agencies and units are eligible to receive under this subchapter after the State educational agency has approved applications of such agencies or units for payments in accordance with section 1414(b) of this title.

(b) Payments under this subchapter may be made in advance or by way of reimbursement and in such installments as the Commissioner may determine necessary.

Pub.L. 91-230, Title VI, §620, as added Pub.L. 94-142, §5(a), Nov. 29, 1975, 89 Stat. 793.

SUBCHAPTER III — CENTERS AND SERVICES TO MEET SPECIAL NEEDS OF HANDICAPPED

§ 1421. Regional resource centers

Establishment; functions

(a) The Commissioner is authorized to make grants to or contracts with institutions of higher education, State educational agencies, or combinations of such agencies or institutions, which combinations may include one or more local educational agencies, within particular regions of the United States, to pay all or part of the cost of the establishment and operation of regional centers which will develop and apply the best methods of appraising the special educational needs of handicapped children referred to them and will provide other services to assist in meeting such needs. Centers established or operated under this section shall (1) provide testing and educational evaluation to de-

termine the special educational needs of handicapped children referred to such centers, (2) develop educational programs to meet those needs, and (3) assist schools and other appropriate agencies, organizations, and institutions in providing such educational programs through services such as consultation (including, in appropriate cases, consultation with parents or teachers of handicapped children at such regional centers), periodic reexamination and reevaluation of special educational programs, and other technical services.

Considerations governing approval of application

(b) In determining whether to approve an application for a project under this section, the Commissioner shall consider the need for such a center in the region to be served by the applicant and the capability of the applicant to develop and apply, with the assistance of funds under this section, new methods, techniques, devices, or facilities relating to educational evaluation or education of handicapped children.

Pub.L. 91-230, Title VI, §621, Apr. 13, 1970, 84 Stat. 181.

§ 1422. Model center and services for deaf-blind children

Congressional declaration of purpose

(a) It is the purpose of this section to provide, through a limited number of model centers for deaf-blind children, a program designed to develop and bring to bear upon such children, beginning as early as feasible in life, those specialized, intensive professional and allied services, methods, and aids that are found to be most effective to enable them to achieve their full potential for communica-

tion with, and adjustment to, the world around them, for useful and meaningful participation in society, and for self-fulfillment.

Authorization of Commissioner to make grants and contracts

(b) The Commissioner is authorized, upon such terms and conditions (subject to the provisions of subsection (b)(1)[1] of this section) as he deems appropriate to carry out the purposes of this section, to make grants to or contracts with public or nonprofit private agencies, organizations, or institutions to pay all or part of the cost of establishment, including construction, which for the purposes of this section shall include the construction of residential facilities, and operation of centers for deaf-blind children.

Considerations governing making of grants or contracts

(c) In determining whether to make a grant or contract under subsection (b) of this section, the Commissioner shall take into consideration the need for a center for deaf-blind children in the light of the general availability and quality of existing services for such children in the part of the country involved.

Necessary services to be provided by centers

(d)(1) A grant or contract pursuant to subsection (b) of this section shall be made only if the Commissioner determines that there is satisfactory assurance that the center will provide such services as he has by regulation precribed, including at least —

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[1] So in original. Probably should read "subsection (d)(1)".

(A) comprehensive diagnostic and evaluative services for deaf-blind children;

(B) a program for the adjustment, orientation, and education of deaf-blind children which integrates all the professional and allied services necessary therefor; and

(C) effective consultative services for parents, teachers, and others who play a direct role in the lives of deaf-blind children to enable them to understand the special problems of such children and to assist in the process of their adjustment, orientation, and education.

(2) Any such services may be provided to deaf-blind children (and, where applicable, other persons) regardless of whether they reside in the center, may be provided at some place other than the center, and may include the provision of transportation for any such children (including an attendant) and for parents.

Pub.L. 91-230, Title VI, §622, Apr. 13, 1970, 84 Stat. 182.

§ 1423. Experimental preschool and early education programs for handicapped children

Authorization; special problems of handicapped; national distribution; urban and rural areas; scope of activities

(a) The Commissioner is authorized to arrange by contract, grant, or otherwise with appropriate public agencies and private nonprofit organizations, for the development and carrying out by such agencies and organizations of experimental preschool and early education programs for handicapped children which the Commissioner determines show promise of promoting a comprehensive

and strengthened approach to the special problems of such children. Such programs shall be distributed to the greatest extent possible throughout the Nation, and shall be carried out both in urban and in rural areas. Such programs shall include activities and services designed to (1) facilitate the intellectual, emotional, physical, mental, social, and language development of such children; (2) encourage the participation of the parents of such children in the development and operation of any such program; and (3) acquaint the community to be served by any such program with the problems and potentialities of such children.

Community coordination of programs

(b) Each arrangement for developing or carrying out a program authorized by this section shall provide for the effective coordination of each such program with similar programs in the schools of the community to be served by such a program.

Federal share; non-Federal contributions

(c) No arrangement pursuant to this section shall provide for the payment of more than 90 per centum of the cost of developing, carrying out, or evaluating such a program. Non-Federal contributions may be in cash or in kind, fairly evaluated, including, but not limited to, plant, equipment, and services.

Pub.L. 91-230, Title VI, §623, Apr. 13, 1970, 84 Stat. 183.

§ 1424. Research, innovation, training and dissemination activities in connection with model centers and services for handicapped

Cost payments

(a) The Commissioner is authorized, either as part of any grant or contract under this subchapter, or by separate

grant to, or contract with, an agency, organization, or institution operating a center or providing a service which meets such requirements as the Commissioner determines to be appropriate, consistent with the purposes of this subchapter, to pay all or part of the cost of such activities as —

(1) research to identify and meet the full range of special needs of handicapped children;

(2) development or demonstration of new, or improvements in existing, methods, approaches, or techniques, which would contribute to the adjustment and education of such children;

(3) training (either directly or otherwise) of professional and allied personnel engaged or preparing to engage in programs specifically designed for such children, including payment of stipends for trainees and allowances for travel and other expenses for them and their dependents; and

(4) dissemination of materials and information about practices found effective in working with such children.

Coordination of activities with similar activities under other parts of this chapter

(b) In making grants and contracts under this section, the Commissioner shall insure that the activities funded under such grants and contracts will be coordinated with similar activities funded from grants and contracts under other subchapters of this chapter.

Pub.L. 91-230, Title VI, §624, Apr. 13, 1970, 84 Stat. 183.

§ 1424a. Regional education programs

Grant and contract authority; development and operation of vocational, technical, postsecondary, or adult education programs

(a) The Commissioner is authorized to make grants to or contracts with institutions of higher education, including junior and community colleges, vocational and technical institutions, and other appropriate nonprofit educational agencies for the development and operation of specially designed or modified programs of vocational, technical, postsecondary, or adult education for deaf or other handicapped persons.

Priority of programs

(b) In making grants or contracts authorized by this section the Commissioner shall give priority consideration to —

(1) programs serving multistate regions or large population centers;

(2) programs adapting existing programs of vocational, technical, postsecondary, or adult education to the special needs of handicapped persons; and

(3) programs designed to serve areas where a need for such services is clearly demonstrated.

"Handicapped persons" defined

(c) For purposes of this section, the term "handicapped persons" means persons who are mentally retarded, hard of hearing, deaf, speech impaired, visually handicapped, emotionally disturbed, crippled, or in other ways

health impaired and by reason thereof require special education programming and related services.

Pub.L. 91-230, Title VI, §625, as added Pub.L. 93-380, Title VI, §616, Aug. 21, 1974, 88 Stat. 584.

§ 1425. Evaluations

The Commissioner shall conduct, either directly or by contract with independent organizations, a thorough and continuing evaluation of the effectiveness of each program assisted under this subchapter.

Pub.L. 91-230, Title VI, §626, formerly §625, Apr. 13, 1970, 84 Stat. 183, renumbered Pub.L. 93-380, Title VI, §616, Aug. 21, 1974, 88 Stat. 584.

§ 1426. Authorization of appropriations

There are authorized to be appropriated to carry out the provisions of section 1421 of this title, $19,000,000 for the fiscal year 1978 and for the succeeding fiscal year, $21,000,000 for fiscal year 1980, $24,000,000 for fiscal year 1981, and $25,000,000 for fiscal year 1982. There are authorized to be appropriated to carry out the provisions of section 1422 of this title, $22,000,000 for fiscal year 1978, $24,000,000 for fiscal year 1979, $26,000,000 for fiscal year 1980, $29,000,000 for fiscal year 1981, and $32,000,000 for fiscal year 1982. There are authorized to be appropriated to carry out the provisions of section 1423 of this title, $25,000,000 for fiscal year 1978 and for each of the two succeeding fiscal years, $20,000,000 for fiscal year 1981 and for the succeeding fiscal year. There are authorized to be appropriated to carry out the provisions of section 1424a of this title, $10,000,000 for the fiscal year 1978, $12,000,000 for the fiscal

year 1979, $14,000,000 for the fiscal year 1980, and $16,000,000 for the fiscal year 1981 and for the succeeding fiscal year.

Pub.L. 91-230, Title VI, §627, formerly §626, Apr. 13, 1970, 84 Stat. 184, renumbered and amended Pub.L. 93-380, Title VI, §§616, 617, Aug. 21, 1974, 88 Stat. 584, and amended Pub.L. 95-49, §2, June 17, 1977, 91 Stat. 230.

SUBCHAPTER IV — TRAINING PERSONNEL FOR EDUCATION OF HANDICAPPED

§ 1431. Grants to institutions of higher education and other appropriate institutions or agencies

The Commissioner is authorized to make grants to institutions of higher education and other appropriate nonprofit institutions or agencies to assist them —

(1) in providing training of professional personnel to conduct training of teachers and other specialists in fields related to the education of handicapped children;

(2) in providing training for personnel engaged or preparing to engage in employment as teachers of handicapped children, as supervisors of such teachers, or as speech correctionists or other special personnel providing special services for the education of such children, or engaged or preparing to engage in research in fields related to the education of such children; and

(3) in establishing and maintaining scholarships, with such stipends and allowances as may be determined by the Commissioner, for training personnel engaged in or preparing to engage in employment as teachers of the handicapped or as related specialists.

Grants under this section may be used by such institutions to assist in covering the cost of courses of training or study for such personnel and for establishing and maintaining fellowships or traineeships with such stipends and allowances as may be determined by the Commissioner.

Pub.L. 91-230, Title VI, §631, Apr. 13, 1970, 84 Stat. 184.

§ 1432. Grants to State educational agencies for traineeships

The Commissioner is authorized to make grants to State educational agencies to assist them in establishing and maintaining, directly or through grants to institutions of higher education, programs for training personnel engaged, or preparing to engage, in employment as teachers of handicapped children or as supervisors of such teachers. Such grants shall also be available to assist such institutions in meeting the cost of training such personnel.

Pub.L. 91-230, Title VI, §632, Apr. 13, 1970, 84 Stat. 184.

§ 1433. Grants or contracts to improve recruiting of educational personnel and dissemination of information concerning educational opportunities for handicapped

The Commissioner is authorized to make grants to public or nonprofit private agencies, organizations, or institutions, or to enter into contracts with public or private agencies, organizations, or institutions, for projects for —

(1) encouraging students and professional personnel to work in various fields of education of handicapped children and youth through, among other ways, developing and distributing imaginative or innovative

materials to assist in recruiting personnel for such careers, or publicizing existing forms of financial aid which might enable students to pursue such careers, or

(2) disseminating information about the programs, services, and resources for the education of handicapped children, or providing referral services to parents, teachers, and other persons especially interested in the handicapped.

Pub.L. 91-230, Title VI, §633, Apr. 13, 1970, 84 Stat. 184.

§ 1434. Grants for training of physical educators and recreation personnel for handicapped children

The Commissioner is authorized to make grants to institutions of higher education to assist them in providing training for personnel engaged or preparing to engage in employment as physical educators or recreation personnel for handicapped children or as educators or supervisors of such personnel, or engaged or preparing to engage in research or teaching in fields related to the physical education or recreation of such children.

Pub.L. 91-230, Title VI, §634, Apr. 13, 1970, 84 Stat. 185.

§ 1435. Reports to Commissioner

Each recipient of a grant under this subchapter during any fiscal year shall, after the end of such fiscal year, submit a report to the Commissioner. Such report shall be in such form and detail and contain such information as the Commissioner determines to be appropriate.

Pub.L. 91-230, Title VI, §635, Apr. 13, 1970, 84 Stat. 185.

§ 1436. Authorization of appropriations

There are authorized to be appropriated for carrying out the provisions of this subchapter (other than section 1433 of this title) $75,000,000 for the fiscal year 1978, $80,000,000 for the fiscal year 1979, $85,000,000 for the fiscal year 1980, $90,000,000 for the fiscal year 1981 and $95,000,000 for the fiscal year 1982. There are authorized to be appropriated to carry out the provisions of section 1433 of this title, $2,000,000 for the fiscal year 1978 and the succeeding fiscal year, and $2,500.00 for the fiscal year 1980 and each of the two succeeding years.

Pub.L. 91-230, Title VI, §636, Apr. 13, 1970, 84 Stat. 185; Pub.L. 93-380, Title VI, §618, Aug. 21, 1974, 88 Stat. 584; Pub.L. 95-49, §3, 1977, 91 Stat. 230.

SUBCHAPTER V — RESEARCH IN EDUCATION OF HANDICAPPED

§ 1441. Research, surveys, demonstration projects and model programs relating to education of handicapped children

The Commissioner is authorized to make grants to States, State or local educational agencies, institutions of higher education, and other public or nonprofit private educational or research agencies and organizations, and to make contracts with States, State or local educational agencies, institutions of higher education, and other public or private educational or research agencies and organizations, for research and related purposes and to conduct research, surveys, or demonstrations, relating to education of handicapped children, including the development and

conduct of model programs designed to meet the special educational needs of such children.

Pub.L. 91-230, Title VI, §641, Apr. 13, 1970, 84 Stat. 185; Pub.L. 95-49, §4, June 17, 1977, 91 Stat. 230.

§ 1442. Research and demonstration projects in physical education and recreation for handicapped children

The Commissioner is authorized to make grants to States, State or local educational agencies, institutions of higher education, and other public or nonprofit private educational or research agencies and organizations, and to make contracts with States, State or local educational agencies, institutions of higher education, and other public or private educational or research agencies and organizations, for research and related purposes relating to physical education or recreation for handicapped children, and to conduct research, surveys, or demonstrations relating to physical education or recreation for handicapped children.

Pub.L. 91-230, Title VI, §642, Apr. 13, 1970, 84 Stat. 185.

§ 1443. Panels of experts

The Commissioner shall from time to time appoint panels of experts who are competent to evaluate various types of research or demonstration projects under this subchapter, and shall secure the advice and recommendations of one such panel before making any grant under this subchapter.

Pub.L. 91-230, Title VI, §643, Apr. 13, 1970, 84 Stat. 185.

§ 1444. Authorization of appropriations

For the purposes of carrying out this subchapter, there are authorized to be appropriated $20,000,000 for the fiscal year 1978, $22,000,000 for the fiscal year 1979. $24,000,000 for the fiscal year 1980. $26,000,000 for the fiscal year 1981, and $28,000,000 for the fiscal year 1982.

Pub.L. 91-230, Title VI, §644, Apr. 13, 1970, 84 Stat. 186; Pub.L. 93-380, Title VII, §619, Aug. 21, 1974, 88 Stat. 585; Pub.L. 95-49, §5, June 17, 1977, 91 Stat. 231.

SUBCHAPTER VI — INSTRUCTIONAL MEDIA FOR HANDICAPPED

§ 1451. Congressional statement of purposes

(a) The purposes of this subchapter are to promote —

(1) the general welfare of deaf persons by (A) bringing to such persons understanding and appreciation of those films which play such an important part in the general and cultural advancement of hearing persons, (B) providing through these films enriched educational and cultural experiences through which deaf persons can be brought into better touch with the realities of their environment, and (C) providing a wholesome and rewarding experience which deaf persons may share together; and

(2) the educational advancement of handicapped persons by (A) carrying on research in the use of educational media for the handicapped, (B) producing and distributing educational media for the use of handicapped persons, their parents, their actual or potential employers, and other persons directly in-

volved in work for the advancement of the handicapped, and (C) training persons in the use of educational media for the instruction of the handicapped.

Pub.L. 91-230, Title VI, §651, Apr. 13, 1970, 84 Stat. 186.

§ 1452. Captioned films and educational media for handicapped persons

Establishment of loan service

(a) The Commissioner shall establish a loan service of captioned films and educational media for the purpose of making such materials available in the United States for nonprofit purposes to handicapped persons, parents of handicapped persons, and other persons directly involved in activities for the advancement of the handicapped in accordance with regulations.

Authority of Commissioner

(b) The Commissioner is authorized to —

(1) acquire films (or rights thereto) and other educational media by purchase, lease, or gift;

(2) acquire by lease or purchased[1] equipment necessary to the administration of this subchapter;

(3) provide, by grant or contract, for the captioning of films;

(4) provide, by grant or contract, for the distribution of captioned films and other educational media and equipment through State schools for the handicapped and such other agencies as the Commissioner may deem appropriate to serve as local or regional centers for such distribution;

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[1]So in original. Probably should read "purchase".

(5) provide, by grant or contract, for the conduct of research in the use of educational and training films and other educational media for the handicapped, for the production and distribution of educational and training films and other educational media for the handicapped and the training of persons in the use of such films and media, including the payment to those persons of such stipends (including allowances for travel and other expenses of such persons and their dependents) as he may determine, which shall be consistent with prevailing practices under comparably federally supported programs;

(6) utilize the facilities and services of other governmental agencies; and

(7) accept gifts, contributions, and voluntary and uncompensated services of individuals and organizations.

Pub.L. 91-230, Title VI, §652, Apr. 13, 1970, 84 Stat. 186; Pub.L. 93-380, Title VI, §620 (i), Aug. 21, 1974, 88 Stat. 585; Pub.L. 94-482, Title V, §501 (h), Oct. 12, 1976, 90 Stat. 2237.

§ 1453. Centers on educational media and materials for handicapped

Establishment and operation

(a) The Secretary is authorized to enter into agreements with institutions of higher education, State and local educational agencies, or other appropriate nonprofit agencies, for the establishment and operation of centers on educational media and materials for the handicapped, which together will provide a comprehensive program of activities to facilitate the use of new educational technology

in education programs for handicapped persons, including designing, developing, and adapting instructional materials, and such other activities consistent with the purposes of this subchapter as the Secretary may prescribe in such agreements. Any such agreement shall —

(1) provide that Federal funds paid to a center will be used solely for such purposes as are set forth in the agreement; and

(2) authorize the center involved, subject to prior approval by the Secretary, to contract with public and private agencies and organizations for demonstration projects.

Preferences to qualified institutions and agencies

(b) In considering proposals to enter into agreements under this section, the Secretary shall give preference to institutions and agencies —

(1) which have demonstrated the capabilities necessary for the development and evaluation of educational media for the handicapped; and

(2) which can serve the educational technology needs of the Model High School for the Deaf (established under Public Law 89-694).

Annual report to Congress

(c) The Secretary shall make an annual report on activities carried out under this section which shall be transmitted to the Congress.

Pub.L. 91-230, Title VI, §653, Apr. 13, 1970, 84 Stat. 187; Pub.L. 94-142, §6(b), Nov. 29, 1975, 89 Stat. 795.

§ 1454. Authorization of appropriations

For the purpose of carrying out this subchapter there are authorized to be appropriated not to exceed $24,000,000 for the fiscal year 1978, $25,000,000 for the fiscal year 1979, $27,000,000 for the fiscal year 1980, $29,000,000 for the fiscal year 1981 and for each succeeding fiscal year thereafter.

Pub.L. 91-230, Title VI, §654, Apr. 13, 1970, 84 Stat. 187; Pub.L. 93-380, Title VI, §620(2), Aug. 21, 1974, 88 Stat. 585; Pub.L. 95-49, §6, June 17, 1977, 91 Stat. 231.

SUBCHAPTER VII — SPECIAL PROGRAMS FOR CHILDREN WITH SPECIFIC LEARNING DISABILITIES

§ 1461. Research, training, and model centers

Authorization of Commissioner to make grants and contracts; functions of model centers; considerations governing making of contracts and grants

(a) The Commissioner is authorized to make grants to, and contracts with, institutions of higher education, State and local educational agencies, and other public and private educational and research agencies and organizations (except that no grant shall be made other than to a non-profit agency or organization) in order to carry out a program of —

(1) research and related purposes relating to the education of children with specific learning disabilities;

(2) professional or advanced training for educational personnel who are teaching, or are preparing to be teachers of, children with specific learning disabilities, or such training for persons who are, or are pre-

paring to be, supervisors and teachers of such personnel; and

(3) establishing and operating model centers for the improvement of education of children with specific learning disabilities, which centers shall (A) provide testing and educational evaluation to identify children with learning disabilities who have been referred to such centers, (B) develop and conduct model programs designed to meet the special educational needs of such children, (C) assist appropriate educational agencies, organizations, and institutions in making such model programs available to other children with learning disabilities, and (D) disseminate new methods or techniques for overcoming learning disabilities to educational institutions, organizations, and agencies within the area served by such center and evaluate the effectiveness of the dissemination process. Such evaluation shall be conducted annually after the first year of operation of a center.

In making grants and contracts under this section the Commissioner shall give special consideration to applications which propose innovative and creative approaches to meeting the educational needs of children with specific learning disabilities, and those which emphasize the prevention and early identification of learning disabilities.

Other considerations in making awards; geographical distribution of training programs and trained personnel; model center in each State

(b) In making grants and controls[1] under this section, the Commissioner shall —

[1]So in original. Probably should read "contracts".

(1) for the purposes of clause (2) of subsection (a) of this section, seek to achieve an equitable geographical distribution of training programs and trained personnel throughout the Nation, and

(2) for the purposes of clause (3) of subsection (a) of this section, to the extent feasible, taking into consideration the appropriations pursuant to this section, seek to encourage the establishment of a model center in each of the States.

Authorization of appropriations

(c) For the purpose of making grants and contracts under this section there are authorized to be appropriated $10,000,000 for the fiscal year ending June 30, 1975, $20,000,000 for each of the fiscal years ending June 30, 1976, and June 30, 1977.

Pub.L. 91-230, Title VI, §661, Apr. 13, 1970, 84 Stat. 187; Pub.L. 93-380, Title VI, §621, Aug. 21, 1974, 88 Stat. 585.

APPENDIX "G"

§ 121a.4. Free appropriate public education

As used in this part, the term "free appropriate public education" means special education and related services which:

(a) Are provided at public expenses, under public supervision and direction, and without charge.

(b) Meet the standards of the State educational agency, including the requirements of this part.

(c) Include preschool, elementary school, or secondary school education in the State involved, and

(d) Are provided in conformity with an individualized education program which meets the requirements under §§121a.340-121a.349 of Subpart C.

§ 121a.14. Special education

(a) (1) As used in this part, the term "special education" means specially designed instruction, at no cost to the parent, to meet the unique needs of a handicapped child, including classroom instruction, instruction in physical education, home instruction, and instruction in hospitals and institutions.

§ 121a.120. Public participation

(a) Each annual program plan must include procedures which insure that the requirements in §§121a.280-121a.284 are met.

(b) Each annual program plan must also include the following:

(1) A statement describing the methods used by the State educational agency to provide notice of the public hearings on the annual program plan. The statement must include:

(i) A copy of each news release and advertisement used to provide notice,

(ii) A list of the newspapers and other media in which the State educational agency announced or published the notice, and

(iii) The dates on which the notice was announced or published.

(2) A list of the dates and locations of the public hearings on the annual program plan.

(3) A summary of comments received by the State educational agency and a description of the modifications that the State educational agency has made in the annual program plan as a result of the comments.

(4) A statement describing the methods by which the annual program plan will be made public after its approval by the Commissioner. This statement must include the information required under paragraph (b) (1) of this section.

§ 121a.121. Right to a free appropriate public education

(a) Each annual program plan must include information which shows that the State has in effect a policy which insures that all handicapped children have the right to a free appropriate public education within the age ranges and timeliness under §121a.122.

(b) The information must include a copy of each State statute, court order, State Attorney General opinion, and other State document that shows the source of the policy.

(c) The information must show that the policy:

(1) Applies to all public agencies in the State;

(2) Applies to all handicapped children;

(3) Implements the priorities established under §121a.127(a)(1) of this subpart; and

(4) Establishes timeliness for implementing the policy, in accordance with §121a.122.

§ 121a.132. Least restrictive environment

(a) Each annual program plan must include procedures which insure that the requirements in §§121a.550-121a.556 of Subpart E are met.

(b) Each annual program plan must include the following information:

(1) The number of handicapped children in the State, within each disability category, who are participating in regular education programs, consistent with §§121a.550-121a.556 of Subpart E.

(2) The number of handicapped children who are in separate classes or separate school facilities, or who are otherwise removed from the regular educational environment.

(20 U.S.C. 1412(5)(B))

§ 121a.227. Participation in regular education programs

(a) Each application must include procedures to insure that to the maximum extent practicable, and consistent with §§1212a.550-121a.553 of Subpart E, the local educational agency provides special services to enable handicapped children to participate in regular educational programs.

(b) Each application must describe:

(1) The types of alternative placements that are available for handicapped children, and

(2) The number of handicapped children within each disability category who are served in each type of placement.

(20 U.S.C. 1414(a)(1)(C)(iv))

§ 121a.301. Free appropriate public education — methods and payments

(a) Each State may use whatever State, local, Federal, and private sources of support are available in the State to meet the requirements of this part. For example, when it is necessary to place a handicapped child in a residential facility, a State could use joint agreements between the agencies involved for sharing the cost of that placement.

(b) Nothing in this part relieves an insurer or similar third party from an otherwise valid obligation to provide or to pay for services provided to a handicapped child.

(20 U.S.C. 1401 (18); 1412(2)(B))

§ 121a.302. Residential placement

If placement in a public or private residential program is necessary to provide special education and related services to a handicapped child, the program, including nonmedical care and room and board, must be at no cost to the parents of the child.

(20 U.S.C. 1412(2)(B); 1413(a)(4)(B))

INDIVIDUALIZED EDUCATION PROGRAMS

§ 121a.340. Definition

As used in this part, the term "individualized education program" means a written statement for a handicapped child that is developed and implemented in accordance with §§121a.341-121a.349.

(20 U.S.C. 1401(19))

§ 121a.341. State educational agency responsibility

(a) *Public agencies.* The State educational agency shall insure that each public agency develops and implements an individualized education program for each of its handicapped children.

(b) *Private schools and facilities.* The State educational agency shall insure that an individualized education program is developed and implemented for each handicapped child who:

(1) Is placed in or referred to a private school or facility by a public agency; or

(2) Is enrolled in a parochial or other private school and receives special education or related services from a public agency.

(20 U.S.C. 1412 (4), (6); 1413(a)(4))

§ 121a.342. When individualized education programs must be in effect

(a) On October 1, 1977, and at the beginning of each school year thereafter, each public agency shall have in effect an individualized education program for every handicapped child who is receiving special education from that agency.

(b) An individualized education program must:

(1) Be in effect before special education and related services are provided to a child; and

(2) Be implemented as soon as possible following the meetings under §121a.343.

(20 U.S.C. 1412 (2)(B), (4), (6); 1414(a)(5); Pub.L. 94-142, Sec. 8(c) (1975))

§ 121a.343. Meetings

(a) *General.* Each public agency is responsible for initiating and conducting meetings for the purpose of developing, reviewing, and revising a handicapped child's individualized educational program.

(b) *Handicapped children currently served.* If the public agency has determined that a handicapped child will receive special education during school year 1977-1978, a meeting must be held early enough to insure that an individualized education program is developed by October 1, 1977.

(c) *Other handicapped children.* For a handicapped child who is not included under paragraph (b) of this action, a meeting must be held within thirty calendar days

of a determination that the child needs special education and related services.

(d) *Review.* Each public agency shall initiate and conduct meetings to periodically review each child's individualized education program and if appropriate revise its provisions. A meeting must be held for this purpose at least once a year.

(20 U.S.C. 1412(2)(B), (4), (6); 1414(a)(5))

§ 121a.344. Participants in meetings

(a) *General.* The public agency shall insure that each meeting includes the following participants:

(1) A representative of the public agency, other than the child's teacher, who is qualified to provide, or supervise the provision of, special education.

(2) The child's teacher.

(3) One or both of the child's parents, subject to §121a.345.

(4) The child, where appropriate.

(5) Other individuals at the discretion of the parent or agency.

(b) *Evaluation personnel.* For a handicapped child who has been evaluated for the first time, the public agency shall insure:

(1) That a member of the evaluation team participates in the meeting; or

(2) That the representative of the public agency, the child's teacher, or some other person is present at

the meeting, who is knowledgeable about the evaluation procedures used with the child and is familiar with the results of the evaluation.

(20 U.S.C. 1401(19); 1412 (2)(B), (4), (6); 1414(a)(5))

§ 121a.345. Parent participation

(a) Each public agency shall take steps to insure that one or both of the parents of the handicapped child are present at each meeting or are afforded the opportunity to participate, including:

(1) Notifying parents of the meeting early enough to insure that they will have an opportunity to attend; and

(2) Scheduling the meeting at a mutually agreed on time and place.

(b) The notice under paragraph (a)(1) of this section must indicate the purpose, time, and location of the meeting, and who will be in attendance.

(c) If neither parent can attend, the public agency shall use other methods to insure parent participation, including individual or conference telephone calls.

(d) A meeting may be conducted without a parent in attendance if the public agency is unable to convince the parents that they should attend. In this case the public agency must have a record of its attempts to arrange a mutually agreed on time and place such as:

(1) Detailed records of telephone calls made or attempted and the results of those calls.

(2) Copies of correspondence sent to the parents and any responses received, and

(3) Detailed records of visits made to the parent's home or place of employment and the results of those visits.

(e) The public agency shall take whatever action is necessary to insure that the parent understands the proceedings at a meeting, including arranging for an interpreter for parents who are deaf or whose native language is other than English.

(f) The public agency shall give the parent, on request, a copy of the individualized education program.

(20 U.S.C. 1401(19); 1412 (2)(B), (4), (6); 1414(a)(5))

§ 121a.346. Content of individualized education program

The individualized education program for each child must include:

(a) A statement of the child's present levels of educational performance;

(b) A statement of annual goals, including short term instructional objectives;

(c) A statement of the specific special education and related services to be provided to the child, and the extent to which the child will be able to participate in regular educational programs;

(d) The projected dates for initiation of services and the anticipated duration of the services; and

(e) Appropriate objective criteria and evaluation procedures and schedules for determining, on at least

an annual basis, whether the short term instructional objectives are being achieved.

(20 U.S.C. 1401(19); 1412 (2)(B), (4), (6); 1414 (a)(5); Senate Report No. 94-168, p. 11 (1975))

§ 121a.347. Private school placements

(a) *Developing individualized education programs.* (1) Before a public agency places a handicapped child in, or refers a child to, a private school or facility, the agency shall initiate and conduct a meeting to develop an individualized education program for the child in accordance with §121a.343.

(2) The agency shall insure that a representative of the private school facility attends the meeting. If the representative cannot attend, the agency shall use other methods to insure participation by the private school or facility, including individual or conference telephone calls.

(3) The public agency shall also develop an individualized educational program for each handicapped child who was placed in a private school or facility by the agency before the effective date of these regulations.

(b) *Reviewing and revising individualized education programs.* (1) After a handicapped child enters a private school or facility, any meetings to review and revise the child's individualized education program may be initiated and conducted by the private school or facility at the discretion of the public agency.

(2) If the private school or facility initiates and conducts these meetings, the public agency shall insure that the parents and an agency representative:

(i) Are involved in any decision about the child's individualized education program; and

(ii) Agree to any proposed changes in the program before those changes are implemented.

(c) *Responsibility.* Even if a private school or facility implements a child's individualized education program, responsibility for compliance with this part remains with the public agency and the State educational agency.

(20 U.S.C. 1413(a)(4)(B))

§ 121a.348. Handicapped children in parochial or other private schools

If a handicapped child is enrolled in a parochial or other private school and receives special education or related services from a public agency, the public agency shall:

(a) Initiate and conduct meetings to develop, review, and revise an individualized education program for the child, in accordance with §121a.343; and

(b) Insure that a representative of the parochial or other private school attends each meeting. If the representative cannot attend, the agency shall use other methods to insure participation by the private school, including individual or conference telephone calls.

(20 U.S.C. 1413(a)(4)(A))

§ 121a.349. Individualized educational program — accountability

Each public agency must provide special education and related services to a handicapped child in accordance with an individualized education program. However, Part B of

the Act does not require that any agency, teacher, or other person be held accountable if a child does not achieve the growth projected in the annual goals and objectives.

(20 U.S.C. 1412(2)(B); 1414(a) (5), (6); Cong. Rec. at H7152 (daily ed., July 21, 1975))

DIRECT SERVICE BY THE STATE EDUCATIONAL AGENCY

§ 121a.360. Use of local educational agency allocation for direct services

(a) A State educational agency may not distribute funds to a local educational agency, and shall use those funds to insure the provision of a free appropriate public education to handicapped children residing in the area served by the local educational agency, if the local educational agency, in any fiscal year:

(1) Is entitled to less than $7,500 for that fiscal year (beginning with fiscal year 1979);

(2) Does not submit an application that meets the requirements of §§121a.220-121a.240;

(3) Is unable or unwilling to establish and maintain programs of free appropriate public education;

(4) Is unable or unwilling to be consolidated with other local educational agencies in order to establish and maintain those programs; or

(5) Has one or more handicapped children who can best be served by a regional or State center designed to meet the needs of those children.

(b) In meeting the requirements of paragraph (a) of this section, the State educational agency may provide

special education and related services directly, by contract, or through other arrangements.

(c) The excess cost requirements under §§121a.182-121a.186 do not apply to the State educational agency.

(20 U.S.C. 1411(c)(4); 1413(b); 1414(d))

§ 121a.361. Nature and location of services

The State educational agency may provide special education and related services under §121a.360(a) in the manner and at the location it considers appropriate. However, the manner in which the education and services are provided must be consistent with the requirements of this part (including the least restrictive environment provisions in §§121a.550-121a.556 of Subpart E).

(20 U.S.C. 1414(d))

§ 121a.370. Use of State educational agency allocation for direct and support services

(a) The State shall use the portion of its allocation it does not use for administration to provide support services and direct services in accordance with the priority requirements under §§121a.320-121a.324.

(b) For the purposes of paragraph (a) of this section:

(1) "Direct services" means services provided to a handicapped child by the State directly, by contract, or through other arrangements.

(2) "Support services" includes implementing the comprehensive system of personnel development under §§121a.380-121a.388, recruitment and training of hearing officers and surrogate parents, and public in-

formation and parent training activities relating to a free appropriate public education for handicapped children.

(20 U.S.C. 1411(b)(2), (c)(2))

§ 121a.371. State matching

Beginning with the period July 1, 1978-June 30, 1979, and for each following year, the funds that a State uses for direct and support services under §121a.370 must be matched on a program basis by the State from funds other than Federal funds. This requirement does not apply to funds that the State uses under §121a.360.

(20 U.S.C. 1411(c)(2)(B), (c)(4)(B))

§ 121a.372. Applicability of nonsupplanting requirement

Beginning with funds appropriated for Fiscal Year 1979 and for each following Fiscal Year, the requirement in section 613(a)(9) of the Act, which prohibits supplanting with Federal funds, does not apply to funds that the State uses from its allocation under §121a.706(a) of Subpart G for administration, direct services, or support services.

Subpart E — Procedural Safeguards

DUE PROCESS PROCEDURES FOR PARENTS AND CHILDREN

§ 121a.500 Definitions of "consent", "evaluation", and "personally identifiable"

As used in this part: "Consent" means that: (a) The parent has been fully informed of all information relevant to the activity for which consent is sought, in his or her native language, or other mode of communication;

(b) The parent understands and agrees in writing to the carrying out of the activity for which his or her consent is sought, and the consent describes that activity and lists the records (if any) which will be released and to whom; and

(c) The parent understands that the granting of consent is voluntary on the part of the parent and may be revoked at any time.

"Evaluation" means procedures used in accordance with §§121a.530-121a.534 to determine whether a child is handicapped and the nature and extent of the special education and related services that the child needs. The term means procedures used selectively with an individual child and does not include basic tests administered to or procedures used with all children in a school, grade, or class.

"Personally identifiable" means that information includes:

(a) The name of the child, the child's parent, or other family member;

(b) The address of the child;

(c) A personal identifier, such as the child's social security number or student number; or

(d) A list of personal characteristics or other information which would make it possible to identify the child with reasonable certainty.

(20 U.S.C. 1415, 1417(c))

§ 121a.501. General responsibility of public agencies

Each State educational agency shall insure that each public agency establishes and implements procedural safe-

guards which meet the requirements of §§121a.500-121a.514.

(20 U.S.C. 1415(a))

§ 121a.502. Opportunity to examine records

The parents of a handicapped child shall be afforded, in accordance with the procedures in §§121a.562-121a.569 an opportunity to inspect and review all education records with respect to:

(a) The identification, evaluation, and educational placement of the child, and

(b) The provision of a free appropriate public education to the child.

(20 U.S.C. 1415(b)(1)(A))

§ 121a.503. Independent educational evaluation

(a) *General.* (1) The parents of a handicapped child have the right under this part to obtain an independent educational evaluation of the child, subject to paragraphs (b) through (e) of this section.

(2) Each public agency shall provide to parents, on request, information about where an independent educational evaluation may be obtained.

(3) For the purposes of this part:

(i) "Independent educational evaluation" means an evaluation conducted by a qualified examiner who is not employed by the public agency responsible for the education of the child in question.

(ii) "Public expense" means that the public agency either pays for the full cost of the evaluation or insures that the evaluation is otherwise provided at no cost to the parent, consistent with §121a.301 of Subpart C.

(b) *Parent right to evaluation at public expense.* A parent has the right to an independent educational evaluation at public expense if the parent disagrees with an evaluation obtained by the public agency. However, the public agency may initiate a hearing under §121a.506 of this subpart to show that its evaluation is appropriate. If the final decision is that the evaluation is appropriate, the parent still has the right to an independent educational evaluation, but not at public expense.

(c) *Parent initiated evaluations.* If the parent obtains an independent educational evaluation at private expense, the results of the evaluation:

(1) Must be considered by the public agency in any decision made with respect to the provision of a free appropriate public education to the child, and

(2) May be presented as evidence at a hearing under this subpart regarding that child.

(d) *Requests for evaluations by hearing officers.* If a hearing officer requests an independent educational evaluation as part of a hearing, the cost of the evaluation must be at public expense.

(e) *Agency criteria.* Whenever an independent evaluation is at public expense, the criteria under which the evaluation is obtained, including the location of the evaluation and the qualifications of the examiner, must be

the same as the criteria which the public agency uses when it initiates an evaluation.

(20 U.S.C. 1415(b)(1)(A))

§ 121a.504. Prior notice; parent consent

(a) *Notice.* Written notice which meets the requirements under §121a.505 must be given to parents of a handicapped child a reasonable time before the public agency:

(1) Proposes to initiate or change the identification, evaluation, or educational placement of the child or the provision of a free appropriate public education to the child, or

(2) Refuses to initiate or change the identification, evaluation, or educational placement of the child or the provision of a free appropriate public education to the child.

(b) *Consent.* (1) Parental consent must be obtained before:

(i) Conducting a preplacement evaluation; and

(ii) Initial placement of a handicapped child in a program providing special education and related services.

(2) Except for preplacement evaluation and initial placement, consent may not be required as a condition of any benefit to the parent or child.

(c) *Procedures where parent refuses consent.* (1) Where State law requires parental consent before a handicapped child is evaluated or initially provided special edu-

cation and related services, State procedures govern the public agency in overriding a parent's refusal to consent.

(2) (i) Where there is no State law requiring consent before a handicapped child is evaluated or initially provided special education and related services, the public agency may use the hearing procedures in §§121a.506-121a.508 to determine if the child may be evaluated or initially provided special education and related services without parental consent.

(ii) If the hearing officer upholds the agency, the agency may evaluate or initially provide special education and related services to the child without the parent's consent, subject to the parent's rights under §§121a.510-121a.513.

(20 U.S.C. 1415(b)(1)(C), (D))

§ 121a.505. Content of notice

(a) The notice under §121a.504 must include:

(1) A full explanation of all of the procedural safeguards available to the parents under Subpart E;

(2) A description of the action proposed or refused by the agency, an explanation of why the agency proposes or refuses to take the action, and a description of any options the agency considered and the reasons why those options were rejected;

(3) A description of each evaluation procedure, test, record, or report the agency uses as a basis for the proposal or refusal; and

(4) A description of any other factors which are relevant to the agency's proposal or refusal.

(b) The notice must be:

(1) Written in language understandable to the general public, and

(2) Provided in the native language of the parent or other mode of communication used by the parent, unless it is clearly not feasible to do so.

(c) If the native language or other mode of communication of the parent is not a written language, the State or local educational agency shall take steps to insure:

(1) That the notice is translated orally or by other means to the parent in his or her native language or other mode of communication;

(2) That the parent understands the content of the notice, and

(3) That there is written evidence that the requirements in paragraph (c) (1) and (2) of this section have been met.

(20 U.S.C. 1415(b)(1)(D))

§ 121a.506. Impartial due process hearing

(a) A parent or a public educational agency may initiate a hearing on any of the matters described in §121a.504(a) (1) and (2).

(b) The hearing must be conducted by the State educational agency or the public agency directly responsible for the education of the child, as determined under State statute, State regulation, or a written policy of the State educational agency.

(c) The public agency shall inform the parent of any free or low cost legal and other relevant services available in the area if:

(1) The parent requests the information; or

(2) The parent or the agency initiates a hearing under this section.

(20 U.S.C. 1416(b)(2))

§ 121a.507. Impartial hearing officer

(a) A hearing may not be conducted:

(1) By a person who is an employee of a public agency which is involved in the education or care of the child, or

(2) By any person having a personal or professional interest which would conflict with his or her objectivity in the hearing.

(b) A person who otherwise qualifies to conduct a hearing under paragraph (a) of this section is not an employee of the agency solely because he or she is paid by the agency to serve as a hearing officer.

(c) Each public agency shall keep a list of the persons who serve as hearing officers. The list must include a statement of the qualifications of each of those persons.

(20 U.S.C. 1414(b)(2))

§ 121a.508. Hearing rights

(a) Any party to a hearing has the right to:

(1) Be accompanied and advised by counsel and by individuals with special knowledge or training with respect to the problems of handicapped children;

(2) Present evidence and confront, cross-examine, and compel the attendance of witnesses;

(3) Prohibit the introduction of any evidence at the hearing that has not been disclosed to that party at least five days before the hearing;

(4) Obtain a written or electronic verbatim record of the hearing;

(5) Obtain written findings of fact and decisions. (The public agency shall transmit those findings and decisions, after deleting any personally identifiable information, to the State advisory panel established under Subpart F).

(b) Parents involved in hearings must be given the right to:

(1) Have the child who is the subject of the hearing present; and

(2) Open the hearing to the public.

(20 U.S.C. 1415(d))

§ 121a.509. Hearing decision; appeal

A decision made in a hearing conducted under this subpart is final, unless a party to the hearing appeals the decision under §121a.510 or §121a.511.

(20 U.S.C. 1415(c))

§ 121a.510. Administrative appeal; impartial review

(a) If the hearing is conducted by a public agency other than the State educational agency, any party aggrieved by the findings and decision in the hearing may appeal to the State educational agency.

(b) If there is an appeal, the State educational agency shall conduct an impartial review of the hearing. The official conducting the review shall:

(1) Examine the entire hearing record;

(2) Insure that the procedures at the hearing were consistent with the requirements of due process;

(3) Seek additional evidence if necessary. If a hearing is held to receive additional evidence, the rights in §121a.508 apply;

(4) Afford the parties an opportunity for oral or written argument, or both, at the discretion of the reviewing official;

(5) Make an independent decision on completion of the review; and

(6) Give a copy of written findings and the decision to the parties.

(c) The decision made by the reviewing official is final, unless a party brings a civil action under §121a.512.

(20 U.S.C. 1415 (c), (d); H. Rep. No. 94-664, at p. 49 (1975))

§ 121a.511. Civil action

Any party aggrieved by the findings and decision made in a hearing who does not have the right to appeal under §121a.510 of this subpart, and any party aggrieved by the decision of a reviewing officer under §121a.510 has the right to bring a civil action under section 615(e)(2) of the Act.

(20 U.S.C. 1415)

§ 121a.512. Timeliness and convenience of hearings and reviews

(a) The public agency shall insure that not later than 45 days after the receipt of a request for a hearing:

(1) A final decision is reached in the hearing; and

(2) A copy of the decision is mailed to each of the parties.

(b) The State educational agency shall insure that not later than 30 days after the receipt of a request for a review:

(1) A final decision is reached in the review; and

(2) A copy of the decision is mailed to each of the parties.

(c) A hearing or reviewing officer may grant specific extensions of time beyond the periods set out in paragraphs (a) and (b) of this section at the request of either party.

(d) Each hearing and each review involving oral arguments must be conducted at a time and place which is reasonably convenient to the parents and child involved.

(20 U.S.C. 1415)

§ 121a.513. Child's status during proceedings

(a) During the pendency of any administrative or judicial proceeding regarding a complaint, unless the public agency and the parents of the child agree otherwise, the child involved in the complaint must remain in his or her present educational placement.

(b) If the complaint involves an application for initial admission to public school, the child, with the con-

sent of the parents, must be placed in the public school program until the completion of all the proceedings.

(20 U.S.C. 1415(e)(3))

§ 121a.550. General

(a) Each State educational agency shall insure that each public agency establishes and implements procedures which meet the requirements of §§121a.550-121a.556.

(b) Each public agency shall insure:

(1) That to the maximum extent appropriate, handicapped children, including children in public or private institutions or other care facilities, are educated with children who are not handicapped, and

(2) That special classes, separate schooling or other removal of handicapped children from the regular educational environment occurs when the nature or severity of the handicap is such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily.

§ 121a.551. Continuum of alternative placements

(a) Each public agency shall insure that a continuum of alternative placements is available to meet the needs of handicapped children for special education and related services.

(b) The continuum required under paragraph (a) of this section must:

(1) Include the alternative placements listed in the definition of special education under §121a.13 of Subpart A (instruction in regular classes, special

classes, special schools, home instruction, and instruction in hospitals and institutions), and

(2) Make provision for supplementary services (such as resource room or itinerant instruction) to be provided in conjunction with regular class placement.

§ 121a.552. Placements

Each public agency shall insure that:

(a) Each handicapped child's educational placement:

(1) Is determined at least annually,

(2) Is based on his or her individualized education program, and

(3) Is as close as possible to the child's home;

(b) The various alternative placements included under §121a.551 are available to the extent necessary to implement the individualized education program for each handicapped child;

(c) Unless a handicapped child's individualized education program requires some other arrangement, the child is educated in the school which he or she would attend if not handicapped; and

(d) In selecting the least restrictive environment consideration is given to any potential harmful effect on the child or on the quality of services which he or she needs.